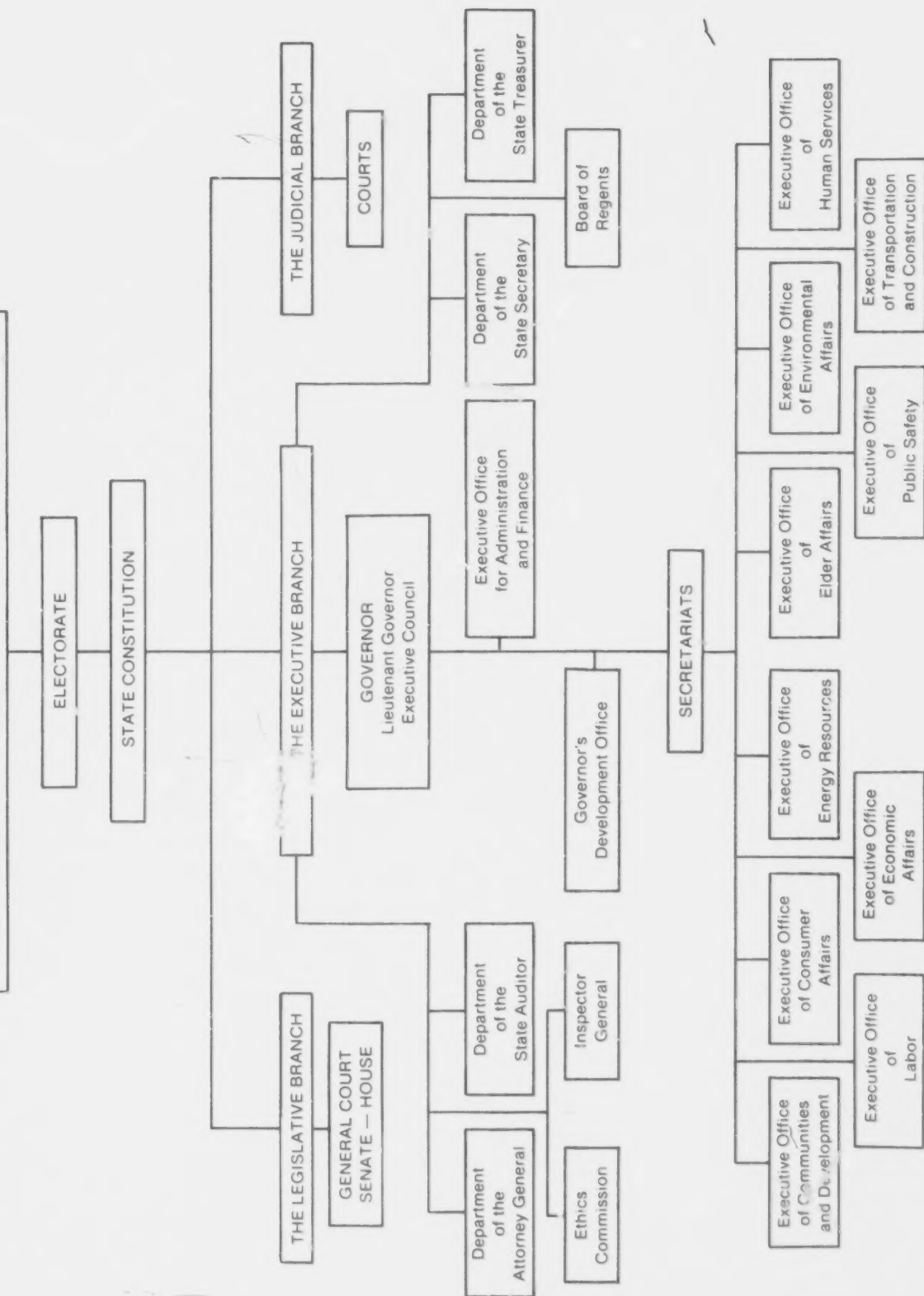


CHART OF STATE ORGANIZATION

THE COMMONWEALTH OF MASSACHUSETTS



The Commonwealth of Massachusetts

Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 1985



Executive Office for Administration and Finance

Comptroller's Division

COMMONWEALTH OF MASSACHUSETTS
ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 1985
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Cover Photographs:

Oak Bluffs - Martha's Vineyard

Arnold Arboretum - Jamaica Plain

Mohawk Trail - Berkshires

Tanglewood - Berkshires



Overview



COMPTROLLER'S DIVISION
ELLEN M. O'CONNOR
COMPTROLLER

The Commonwealth of Massachusetts ²

Executive Office for Administration and Finance

*1 Ashburton Place
Boston, Massachusetts 02108*

January 10, 1986

To the Citizens of the Commonwealth of Massachusetts, Governor
Michael S. Dukakis and the Honorable Members of the General Court

In accordance with Section 33 of Chapter 7 of the General Laws, I am pleased to submit the Annual Financial Report of the Commonwealth of Massachusetts for the fiscal year ended June 30, 1985. This report includes audited Financial Statements prepared on a legal or budgetary basis of accounting consistent with the previous year and an unaudited Combined Balance Sheet prepared (except as described in the footnotes to the Financial Statements) in accordance with Generally Accepted Accounting Principles (GAAP).

MANAGEMENT IMPROVEMENTS

The Comptroller's Division's general mission and mandate is to control and administer the Commonwealth's financial management system. There are four major programs in progress to improve the financial management system of the Commonwealth:

GAAP Conversion
Prompt Payments
Massachusetts Management Accounting
and Reporting System (MMARS)
Pension Funding and Administration

GAAP CONVERSION

The Comptroller's Division successfully completed the second year of the three year project to convert the Commonwealth's Annual Financial Statements to Generally Accepted Accounting Principles. The level of participation from individual agencies, which currently number over 400, has substantially increased. The percentage of agencies participating in the conversion in 1985 is 85% compared to 63% in 1984. In terms of agency appropriations, over 90% of those dollars are represented in the GAAP Balance Sheet for 1985 as compared to 67% for 1984.

For fiscal year 1985, both a Combined Balance Sheet and Combining Balance Sheets for each type of fund are presented consistent with GAAP. In 1986 the Comptroller's Division intends to present both a Combined Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance in accordance with GAAP.

PROMPT PAYMENTS

A principal responsibility of the Comptroller's Division is the oversight and operation of the invoicing system. Significant efforts, including the updating of procedures for use by operating agencies, have resulted in more timely payments. Currently, 85% of approved invoices received by the Commonwealth are paid within thirty days.

MASSACHUSETTS MANAGEMENT ACCOUNTING AND REPORTING SYSTEM

To keep pace with the improvements made in the GAAP conversion, Prompt Payments, and to provide management and the public with more useful and timely financial and management information, a new, more sophisticated automated accounting system is needed. To accomplish this, the Massachusetts Management Accounting and Reporting System (MMARS) is currently being designed. MMARS will be implemented July 1, 1986, on a centralized basis but some agencies will be inputting their own transactions. By July 1, 1987, over 400 agencies will be part of a decentralized MMARS network. This new system will go a long way towards improving the quality of control and administration of the Commonwealth's financial resources.

In conjunction with our conversion to GAAP and MMARS on July 1, 1986 we plan, as recommended by the Auditor, to issue and enforce more comprehensive year end closing instructions.

MASSACHUSETTS MANAGEMENT ACCOUNTING AND REPORTING SYSTEM cont'd

Close adherence to universal and uniform closing procedures will provide for a more precise application of receipts to the appropriate fiscal year and provide for a more timely closing of the Commonwealth's books of account.

PENSION FUNDING AND ADMINISTRATION

During fiscal year 1985, the Legislature and the Administration continued their aggressive efforts to reduce the Commonwealth's unfunded pension liability. The impact of the significant steps taken in fiscal year 1984 to improve the earning capabilities of the Retirement Fund Assets is visible in a substantial way in 1985. The change in investment strategy from a restrictive "legal list" to the "prudent person" approach has allowed a more aggressive and dynamic policy of investing to be created and implemented. This change in policy is visible in the shift from self-management to the creation of mutual funds which are concentrating in investments with no maturity dates and higher yields. The adoption of the generally accepted accounting principle of valuing pension investments at market instead of amortized cost is another positive change in fiscal year 1985.

Along with a more aggressive investment policy yielding higher rates of return, an annual recommendation by the Governor initially earmarked an appropriation of \$17.7 million to be used to reduce the unfunded pension liability. In addition, on July 3, 1985 the Governor and the Legislature approved Chapter 140 of the Acts of 1985, which contained the 1986 annual budget and provisions directing the Comptroller to transfer \$128.5 million to the pension reserve fund as of June 30, 1985, bringing the total of pension liability transfers for fiscal year 1985 to \$146.2 million. This commitment and determination by the Administration and the Legislature to addressing the unfunded pension liability is a significant contribution towards fiscal stability and improving the Commonwealth's credit worthiness.

FINANCIAL HIGHLIGHTS

The Commonwealth's General and Special Funds' revenues of \$9.9 billion are highlighted by an increase of \$1.3 billion over 1984, an overall increase of 15.4%. Major increases included:

\$369 million for personal income tax attributable to increased withholding and estimated tax collections which reflect the continued diligent efforts of the Department of Revenue.

\$190 million in sales and use taxes as a result of the growth in taxable retail sales as a part of the economic improvement of the Commonwealth.

\$150 million for general business taxes reflecting the strong growth in pretax corporate profits.

\$173 million increase in federal assistance reflecting additional grants awarded and reimbursements for capital projects.

The Commonwealth's General and Special Funds' expenditures of \$9.7 billion showed a 14.0% increase over 1984. The major increase was:

\$950 million in operations including \$313 million in State Aid to Cities and Towns, and \$212 million in health and hospital expenditures.

A more detailed analysis follows my letter.

CONCLUSION

This report demonstrates the Comptroller's Division's continued commitment to improve the control and administration of the financial management system of the Commonwealth and to the reporting of meaningful financial data.

Finally, I would like to express my appreciation to the employees of the Comptroller's Division, the Legislature, the Administration, the Auditor, and other State agencies for their dedication and cooperation with our efforts in the preparation of this report.

Respectfully submitted,



Ellen M. O'Connor
Comptroller



FRANK T. KEEFE
SECRETARY

THE COMMONWEALTH OF MASSACHUSETTS
EXECUTIVE OFFICE FOR
ADMINISTRATION AND FINANCE
STATE HOUSE BOSTON 02133

January 16, 1986

Ms. Ellen M. O'Connor, Comptroller
Comptroller's Division
One Ashburton Place, Room 909
Boston, MA 02108

Dear Ms. O'Connor:

The efforts of the Comptroller's Division to improve the control and administration of the Commonwealth's financial management system are to be commended. Three of the Division's initiatives are especially noteworthy:

- GAAP, Generally Accepted Accounting Principles, accounting and reporting of the Commonwealth's financial statements will present the Commonwealth's financial condition and results of annual operations to the public, bondholders and the credit rating institutions, in accordance with national standards.
- The joint initiative of your Division and the Treasurer have resulted in an outstanding record of more timely payments to the providers of goods and services to the Commonwealth.
- MMARS, the new automated Massachusetts Management, Accounting and Reporting System, being designed for implementation on July 1, 1986, will process the Commonwealth's financial transactions and data using state of the art technology for more timely accountability and reporting and promote better management of the Commonwealth's resources.

In addition to these programs, I fully support and encourage the adoption of the Auditor's recommendations to establish thorough year end closing procedures to ensure that the Commonwealth's revenues are credited to the appropriate fiscal year on a timely basis. Aided by GAAP and your new automated accounting system, MMARS, the year end cut-off procedures should be considerably more efficient and precise.

Sincerely,

Frank T. Keefe
Secretary



THE COMMONWEALTH
OF MASSACHUSETTS

January 8, 1986

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Ms. Ellen M. O'Connor, Comptroller
Comptroller's Division
One Ashburton Place, Room 909
Boston, MA 02108

Dear Ms. O'Connor:

We have completed our audit of the 1985 Budgetary-based financial statements as presented in the Massachusetts Financial Report. We would like to inform you that the application of the "as of" concept (see Note 2A of the Combined Financial Statements - Budgetary Basis) particularly as it relates to revenue recognition requires your attention.

Our review revealed that revenue was often credited to the wrong fiscal year, a situation that required several correcting entries. This problem is, apparently, the result of several conditions:

- o Year-end closing instructions written by your office and distributed to the state agencies are outdated and, accordingly, do not address the wire-transfer system implemented by the State Treasurer. Therefore, agencies on the wire-transfer system have different "cut-off" criteria from those of non-wire-transfer agencies.
- o Sufficient monitoring of agency adherence to the closing instructions is not performed by your agency.
- o The "as of" period was extended to August 9, 1985 in violation of your closing instructions. This time period, which is entirely too long, interferes with the timely production of a general ledger.

The "as of" concept is inconsistent with the Commonwealth's conversion to generally accepted accounting principles; we, therefore, recommend its elimination. We further recommend that you issue and enforce more comprehensive year-end closing instructions. We believe cash should be cut off at fiscal year-end in accordance with generally accepted accounting principles (GAAP). Also in accordance with GAAP, "in-transit" items could be reflected as accruals. We would be glad to discuss with you the closing instructions for fiscal year 1986 along with methods for monitoring adherence to those instructions.

Very truly yours,

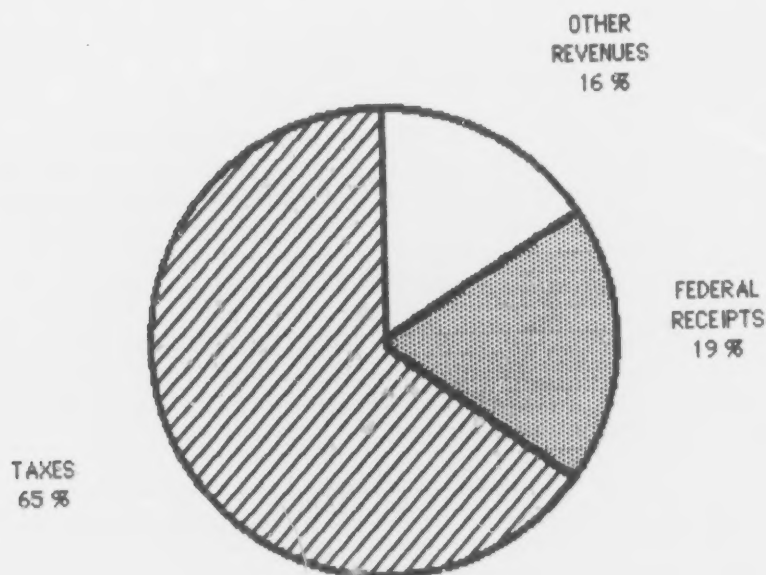
John J. Finnegan
Auditor of the Commonwealth

STATE HOUSE, ROOM 229
BOSTON, MASSACHUSETTS
02133
617-727-2075

COMPARATIVE STATEMENT OF REVENUES - GENERAL AND SPECIAL REVENUE FUNDS

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for the fiscal years ended June 30, 1985, and 1984

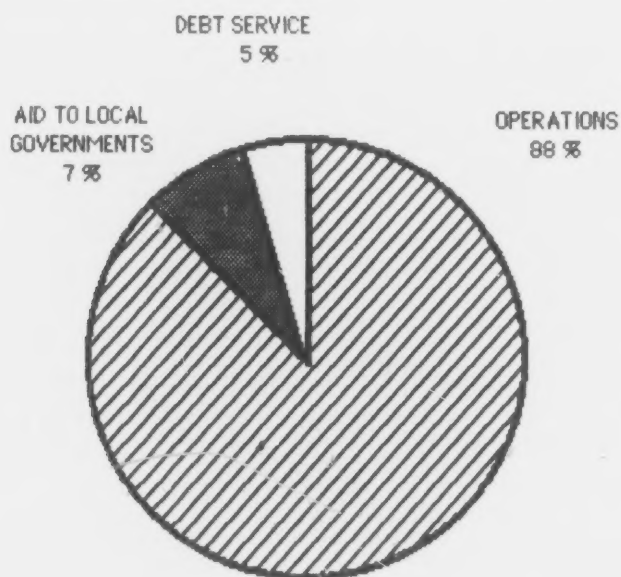


	<u>1985</u>	<u>1984</u>	<u>Percent Change</u>
REVENUES:			
Taxes:			
Income	\$3 158 971	\$2 790 067	13.2%
Sales and Use	1 438 003	1 248 045	15.2%
Corporations, Banks,			
and Insurance Companies	1 014 967	864 570	17.4%
Motor Fuel	280 759	274 916	2.1%
Other	531 087	485 537	9.4%
Subtotal	<u>6 423 787</u>	<u>5 663 135</u>	13.4%
Federal Reimbursements and Grants	1 855 389	1 682 788	10.3%
Assesments, Departmental and Other	<u>1 617 476</u>	<u>1 231 464</u>	31.3%
Total Revenues	<u>\$9 896 652</u>	<u>\$8 577 387</u>	15.4%

COMPARATIVE STATEMENT OF EXPENDITURES AND NET OTHER FINANCING USES -- GENERAL AND SPECIAL REVENUE FUNDS

for the fiscal years ended June 30, 1985, and 1984

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EXPENDITURES:

	1985	1984	Percent Change
Grants to Agencies and Local Governments			
Legislative and Elective Offices	\$ 1 304	\$ 662	97.0%
Judiciary	4 923	4 820	2.1%
Administration and Finance	2 238	4 059	(44.9%)
Environmental Affairs	15 932	14 857	7.2%
Communities and Development	143 509	141 972	1.1%
Human Services	164 737	105 927	55.5%
Transportation and Construction	4 831	4 172	15.8%
Education	238 532	238 394	.1%
Public Safety	816	846	(3.5%)
Economic Affairs	108 165	98 247	10.9%
Elder Affairs	21 517	21 452	.3%
Energy Resources	2 205	1 255	75.7%
Labor	512	224	128.5%
Subtotal	709 221	636 887	11.4%
Operations of State Governments	8 373 916	7 423 809	12.8%
Debt Service and Financial Agreements	466 419	439 899	6.0%
Total Expenditures	9 549 556	8 500 595	12.3%
Net Other Financing Uses:	148 524	20 507	
Total Expenditures and Net Other Financing Uses	\$9 698 080	\$8 521 102	14.0%



CONSTITUTIONAL OFFICERS

MICHAEL S. DUKAKIS Governor
[VACANT] Lieutenant Governor
MICHAEL JOSEPH CONNOLLY Secretary of the Commonwealth
FRANCIS X. BELLOTTI Attorney General
ROBERT Q. CRANE Treasurer and Receiver-General
JOHN J. FINNEGAN Auditor

LEGISLATIVE OFFICERS

WILLIAM M. BULGER President of the Senate
GEORGE KEVERIAN Speaker of the House

**Combined
Financial Statements
Budgetary Basis**

THE COMMONWEALTH
OF MASSACHUSETTS

AUDITOR'S REPORT

To the Honorable Senate and House of Representatives:

We have examined the combined financial statements as of and for the year ended June 30, 1985 as listed in the Table of Contents, with the exception of the Combined Balance Sheet - GAAP Basis and the accompanying GAAP Notes. Except as explained in the following three paragraphs, our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances. We did not examine the financial statements of the Treasurer's Fixed Income Securities Trust, the Treasurer's Management Trust, and the Pension Reserve Investment Trust, investment vehicles for the Commonwealth's pension funds, whose net asset values reflect all of the investment valuations for the Fiduciary Funds category. These statements were examined by other auditors whose reports thereon have been furnished to us, and our opinion expressed herein, insofar as it relates to the amounts included as investments for the Fiduciary Funds, is based solely upon the reports of other auditors.

JOHN J. FINNEGAN,
AUDITOR

We limited our examination of revenues and expenditures to reviewing the recorded revenues and expenditures of the Commonwealth's agencies as transmitted to the State Treasurer and Comptroller's Division.

We were unable to apply audit tests to tax revenues because the Commonwealth's statutes prohibit our access to tax returns.

We did not audit the records of the General Fixed Assets Account Group nor did we audit the financial data shown in Note 5 because the detail records were not available to us as of the date of completion of our field work.

As explained in Notes 1 and 2, the Commonwealth's accounting policies differ in certain respects from generally accepted accounting principles (GAAP). Accordingly, the accompanying financial statements are not intended to present the Commonwealth's financial position and results of its operations in conformity with GAAP.

STATE HOUSE, ROOM 229
BOSTON, MASSACHUSETTS
02133
617-727-2075

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the combined financial statements do not present fairly, in conformity with generally accepted accounting principles, the Commonwealth's financial position at June 30, 1985 and the results of its operations for the year then ended.

In our opinion, based on our examination and on the report of other auditors as that report relates to the investment valuation of the Fiduciary Funds, except for the effects on the financial statements of such adjustments, if any, as we might have determined to be necessary (1) had we performed audit tests at the agency level, (2) had we been able to examine tax returns, and (3) had we been able to examine records relating to the General Fixed Assets Account Group, the combined financial statements present fairly the Commonwealth's financial position as of June 30, 1985 and the results of its operations for the year then ended. In our opinion, the statements have been presented on the budgetary basis of accounting that is described in Notes 1 and 2 and that has been applied in a manner consistent with that of the preceding year after giving retroactive effect to the change, with which we concur, in the method of investment valuation as described in Note 4.

Our examination was made for the purpose of forming an opinion on the combined financial statements taken as a whole. The combining and individual fund financial statements listed in the Table of Contents are presented for additional analysis and are not a required part of the combined financial statements of the Commonwealth of Massachusetts. The combining and individual fund statements have been subjected to the same auditing procedures applied in the examination of the combined financial statements and except for the effects, if any, of the limitations previously described in paragraphs two and three the combining and individual fund statements are fairly stated in all material respects in relation to the combined financial statements taken as a whole. Financial data appearing in the Massachusetts Financial Report, other than the aforementioned combined and combining and individual fund statements, were not audited by us, and, accordingly, we express no opinion on these financial data.

January 8, 1986


JOHN J. FINNEGAN
Auditor of the Commonwealth

COMMONWEALTH OF MASSACHUSETTS

COMBINED BALANCE SHEET

for the fiscal year ended June 30, 1985

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GOVERNMENTAL FUNDS

	General	Special Revenue	Capital Projects	Debt Service
Assets				
Cash and Short-Term Investments	\$679 086 880	\$303 156 958	\$ (118 697 734)	\$20 095 177
Working Capital Authorized	-	-	-	-
Investments (At Market) (Note 4)	-	-	10 000 000	-
Securities on Deposit	-	-	-	-
Receivables:				
Special Assessments	-	-	-	-
Due from Federal Government (Note 12)	-	-	23 494 577	-
Due from Cities and Towns	-	-	-	-
Water Resources (Note 8)	-	20 403 285	31 207 832	-
Fixed Assets (Note 5)				
Land	-	-	-	-
Buildings	-	-	-	-
Machinery and Equipment	-	-	-	-
Funds Available for Debt Service:				
Bonds Authorized-Unissued	-	-	2 412 880 341	-
Amts. for Retire. of Long-Term Debt (Note 9)	-	-	-	-
Total Assets	<u>\$679 086 880</u>	<u>\$323 560 243</u>	<u>\$2 358 885 016</u>	<u>\$20 095 177</u>
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$234 320 722	\$ 54 067 753	\$ 145 255	\$ -
Bonds and Notes Payable	-	-	200 000 000	-
Liabilities Due Depositors	-	-	-	-
Total Liabilities	<u>234 320 722</u>	<u>54 067 753</u>	<u>200 145 255</u>	<u>-</u>
Fund Equity:				
Investments in General Fixed Assets	-	-	-	-
Reserved:				
Reserve for Encumbrances	51 754 545	109 057 497	902 672 816	-
Reserve for Balances Forwarded	205 283 628	112 294 946	1 732 689 923	-
Unreserved:				
Designated Fund Balances (Note 11)	95 534 896	27 895 389	-	20 095 177
Undesignated Fund Balances	92 193 089	20 244 658	(476 622 978)	-
Total Fund Equity	<u>444 766 158</u>	<u>269 492 490</u>	<u>2 158 739 761</u>	<u>20 095 177</u>
Total Liabilities and Fund Equity	<u>\$679 086 880</u>	<u>\$323 560 243</u>	<u>\$2 358 885 016</u>	<u>\$20 095 177</u>

The accompanying notes are an integral part of the combined financial statements.

FIDUCIARY FUNDS		ACCOUNT GROUPS		TOTALS (Memorandum Only)	
Expendable Trusts	Non-Expend. Trust, Pension Trust, and Agency Funds	General Fixed Assets	General Long-Term Obligations	1985	1984
\$36 797 973	\$1 084 693 350	\$ -	\$ -	\$ 2 005 132 604	\$ 1 730 896 994
-	-	-	-	-	-
-	3 334 407 639	-	-	3 344 407 639	2 202 012 466
-	492 622 617	-	-	492 622 617	438 077 285
-	-	-	-	-	47 627 702
-	-	-	-	23 494 577	23 288 757
-	97 000 000	-	-	97 000 000	92 000 000
-	-	-	-	51 611 117	-
-	-	579 619 768	-	579 619 768	578 718 783
-	-	1 512 399 287	-	1 512 399 287	1 510 920 637
-	-	393 380 988	-	393 380 988	342 430 691
-	-	-	-	2 412 880 341	2 866 127 682
-	-	-	3 424 646 936	3 424 646 936	3 345 999 638
<u>\$36 797 973</u>	<u>\$5 008 723 606</u>	<u>\$2 485 400 043</u>	<u>\$3 424 646 936</u>	<u>\$14 337 195 874</u>	<u>\$13 178 100 635</u>
\$ -	\$ 923 449 184	\$ -	\$ -	\$ 1 211 982 914	\$ 936 649 667
-	97 000 000	-	3 424 646 936	3 721 646 936	3 637 999 638
-	498 762 564	-	-	498 762 564	443 755 408
-	<u>1 519 211 748</u>	-	<u>3 424 646 936</u>	<u>5 432 392 414</u>	<u>5 018 404 713</u>
-	-	2 485 400 043	-	2 485 400 043	2 432 070 111
-	-	-	-	1 063 484 858	795 877 159
-	-	-	-	2 050 268 497	2 920 798 764
36 797 973	3 489 511 858	-	-	3 669 835 293	2 583 517 146
-	-	-	-	(364 185 231)	(572 567 258)
<u>36 797 973</u>	<u>3 489 511 858</u>	<u>2 485 400 043</u>	<u>-</u>	<u>8 904 803 460</u>	<u>8 159 695 922</u>
<u>\$36 797 973</u>	<u>\$5 008 723 606</u>	<u>\$2 485 400 043</u>	<u>\$3 424 646 936</u>	<u>\$14 337 195 874</u>	<u>\$13 178 100 635</u>

COMMONWEALTH OF MASSACHUSETTS

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - GOVERNMENTAL FUNDS AND EXPENDABLE TRUST FUNDS

for the fiscal year ended June 30, 1985

	GOVERNMENTAL FUNDS				FIDUCIARY FUND		TOTALS	
	General	Special Revenue	Capital Projects	Debt Service	Expendable Trusts		(Memorandum Only)	
							1985	1984
Revenue:								
Taxes	\$4 034 839 297	\$2 388 948 072	\$ -	\$ -	\$ 56 835	\$ 6 423 844 204	\$5 663 134 929	
Assessment	17 867 738	85 423 410	-	-	-	103 291 148	111 094 981	
Federal Grants and Reimbursements	1 080 694 151	774 695 251	124 159 186	-	-	1 979 548 588	1 800 331 771	
Departmental	448 629 284	1 037 418 285	2 485 673	-	44 297 011	1 532 830 253	1 087 147 189	
Miscellaneous	26 381 782	1 755 195	-	471 603 117	-	499 740 094	524 414 964	
Total Revenue	5 608 412 252	4 288 240 213	126 644 859	471 603 117	44 353 846	10 539 254 287	9 186 123 834	
Expenditures:								
Legislature	38 235 196	-	850 270	-	-	39 085 466	36 066 803	
Inspector General	1 026 846	-	-	-	-	1 026 846	938 404	
Judiciary	49 687 384	193 597 011	765 344	-	21 560	244 071 299	205 236 481	
Executive	9 707 853	4 922 756	2 761 337	-	747	17 392 693	13 673 895	
Secretary of the Commonwealth	13 828 860	1 077 565	5 755 371	-	488	20 662 284	12 093 750	
Treasurer and Receiver-General	244 699 845	1 232 944 354	2 790 000	465 613 507	-	1 946 047 706	1 618 939 826	
Auditor of the Commonwealth	6 130 466	2 627 705	-	-	-	8 758 171	8 330 626	
Attorney General	12 837 795	509 986	-	-	280 156	13 627 937	11 159 297	
Ethics Commission	775 635	-	-	-	-	775 635	704 368	
Administration and Finance	357 586 616	294 818 453	51 259 757	-	6 345 404	710 010 230	573 352 608	
Environmental Affairs	42 944 076	119 694 085	138 294 884	-	960 804	301 893 849	263 367 978	
Communities and Development	126 197 052	147 367 191	49 422 769	-	952 403	323 939 415	272 384 619	
Human Services	3 125 106 010	172 298 769	59 248 184	-	5 361 119	3 362 014 082	3 150 550 112	
Transportation and Construction	150 787 603	216 479 685	252 742 557	-	993 567	621 003 412	575 654 736	
Education	628 491 964	1 507 693 610	16 558 078	-	25 177 557	2 177 921 209	1 934 505 574	
Public Safety	19 754 036	70 022 962	368 677	-	288 727	90 434 402	80 935 841	
Economic Affairs	31 418 012	108 164 770	850 000	-	5 629 237	146 062 019	117 939 432	
Elder Affairs	95 269 835	21 517 442	-	-	70	116 787 347	101 877 848	
Consumer Affairs	18 837 842	2 326 376	-	-	14 749	21 178 967	19 079 203	
Energy Resources	1 651 691	2 205 495	1 000 100	-	-	4 857 284	3 913 892	
Labor	9 391 668	502 656	-	-	273 786	10 168 110	8 577 795	
Debt Service:								
Principal Retirement	151 339 203	73 796 068	-	-	-	225 135 271	218 016 627	
Interest and Fiscal Charges	170 173 412	71 109 966	-	-	-	241 283 378	221 882 475	
Total Expenditures	5 305 878 900	4 243 676 903	582 667 328	465 613 507	46 300 374	10 644 137 012	9 449 162 190	

Excess (Deficiency) of Revenue Over Expenditures	302 533 352	44 563 310	(456 022 469)	5 989 610	(1 946 528)	(104 882 725)	(263 038 356)
Other Financing Sources (Uses):							
Proceeds of General Obligation Bonds	-	-	301 361 569	-	-	301 361 569	381 694 730
Operating Transfers In	58 405 095	23 546 850	1 523 050	-	-	83 474 995	181 406 513
Transfer from:							
General Fund	-	57 921 307	-	-	-	57 921 307	144 836 222
Teachers Annuities	-	-	-	-	-	-	26 000 000
Accounts Receivable-Water	-	-	-	-	-	-	-
Resources	-	862 941	31 207 832	-	-	32 070 773	-
Accounts Payable Balances	-	-	-	-	-	-	-
Reverted	32 389 810	11 519 760	-	-	-	43 909 570	38 197 722
Operating Transfers Out	(22 817 484)	(58 400 256)	(2 257 255)	-	-	(83 474 995)	(181 406 512)
Transfer to:							
Local Aid Fund	(57 806 154)	-	-	-	-	(57 806 154)	(122 319 695)
Highway Fund	(115 153)	-	-	-	-	(115 153)	(22 516 527)
Pension Reserve Fund	(170 691 210)	-	-	-	-	(170 691 210)	(104 962 000)
State Assumption of MDC	-	-	-	-	-	-	-
Parks Assessments	-	(23 339 103)	-	-	-	(23 339 103)	-
Increase (Decrease) In Bonds	-	-	-	-	-	-	-
Authorized and Federal	-	-	-	-	-	-	-
Reimbursements Receivable	-	-	(453 041 520)	-	-	(453 041 520)	634 865 661
Total Other Financing Sources (Uses)	(160 635 096)	12 111 499	(121 206 324)	-	-	(269 729 921)	975 796 114
Excess of Revenue and Other Financing Sources Over Expenditures and Other Uses	141 898 256	56 674 809	(577 228 793)	5 989 610	(1 946 528)	(374 612 646)	712 757 758
Fund Equity at Beginning of Year	302 867 902	212 817 681	2 735 968 554	14 567 567	38 744 501	3 304 504 205	2 591 746 447
Fund Equity at End of Year	\$ 444 766 158	\$ 269 492 490	\$ 2 158 739 761	\$ 20 095 177	\$ 36 797 973	\$ 2 929 891 559	\$ 3 304 504 205

The accompanying notes are an integral part of the combined financial statements.

COMMONWEALTH OF MASSACHUSETTS

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
GENERAL AND SPECIAL REVENUE BUDGETED FUNDS

for the fiscal year ended June 30, 1985

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	GENERAL FUND		
	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)
Revenue:			
Taxes	\$3 912 901 210	\$4 034 839 297	\$ 121 938 087
Assessments	21 634 769	17 867 738	(3 767 031)
Federal Grants and Reimbursements	1 093 366 976	1 080 694 151	(12 672 825)
Departmental	455 242 156	448 629 284	(6 612 874)
Miscellaneous	28 771 026	26 381 782	(2 389 244)
Total Revenue	<u>5 511 916 139</u>	<u>5 608 412 232</u>	<u>96 496 113</u>
Expenditures:			
Legislature	41 162 408	38 235 196	2 927 212
Inspector General	1 056 301	1 026 846	29 455
Judiciary	52 719 110	49 687 384	3 031 726
Executive	10 125 938	9 707 853	418 085
Secretary of the Commonwealth	16 167 032	13 828 860	2 338 172
Treasurer and Receiver-General	239 118 736	244 699 845	(5 581 109)
Auditor of the Commonwealth	5 921 160	6 130 466	(209 306)
Attorney General	13 359 738	12 837 795	521 943
Ethics Commission	791 205	775 635	15 568
Administration and Finance	473 247 414	357 586 616	115 660 798
Environmental Affairs	49 732 885	42 944 076	6 788 809
Communities and Development	105 075 693	126 197 052	(21 121 359)
Human Services	3 222 027 189	3 125 106 010	96 921 179
Transportation and Construction	150 784 793	150 787 603	(2 810)
Education	574 787 409	628 491 964	(53 704 555)
Public Safety	22 340 726	19 754 036	2 586 690
Economic Affairs	36 665 285	31 418 012	5 247 273
Elder Affairs	100 362 715	95 269 835	5 092 880
Consumer Affairs	19 116 187	18 837 842	278 345
Energy Resources	1 861 487	1 651 691	209 796
Labor	9 074 765	9 591 668	(516 903)
Debt Service:			
Principal Retirement	151 476 649	151 339 203	137 446
Interest and Fiscal Charges	167 356 450	170 173 412	(2 816 962)
Total Expenditures	<u>5 464 331 273</u>	<u>5 305 878 900</u>	<u>158 452 373</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>47 584 866</u>	<u>302 533 332</u>	<u>254 948 466</u>
Other Financing Sources (Uses):			
Operating Transfers In	64 550 123	58 405 095	(6 145 028)
Operating Transfers Out	(11 849 000)	(22 817 484)	(10 968 484)
Balances Reverted:			
Appropriation - Budgetary	88 217 000	-	(88 217 000)
Accounts Payable - Operational	31 049 000	32 389 810	1 340 810
Transfer from:			
General Fund	-	-	-
Lottery Funds	-	-	-
Accis. Rec. - Water Resources (Note B)	-	-	-
Transfer to:			
Local Aid Fund	(128 942 000)	(57 806 154)	71 135 846
Highway Fund	(18 458 000)	(115 153)	18 342 847
Pension Reserve Fund	(159 785 500)	(170 691 210)	(10 905 710)
State Assumption of MDC Parks Asses.	-	-	-
Total Other Financing Sources (Uses)	<u>(135 218 377)</u>	<u>(160 635 096)</u>	<u>(25 416 719)</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	<u>(87 633 511)</u>	<u>141 898 236</u>	<u>229 531 767</u>
Fund Equity at Beginning of Year	<u>302 867 902</u>	<u>302 867 902</u>	<u>-</u>
Fund Equity at End of Year	<u>\$ 215 234 391</u>	<u>\$ 444 766 138</u>	<u>\$ 229 531 767</u>

The accompanying notes are an integral part of the combined financial statements.

SPECIAL REVENUE FUNDS			TOTALS (Memorandum Only)		
1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)
\$2 336 100 000	\$2 385 365 030	\$ 49 265 030	\$6 249 001 210	\$6 420 204 327	\$ 171 203 117
83 658 755	85 423 410	1 764 655	105 293 524	103 291 148	(2 002 376)
18 106 712	18 938 534	831 822	1 111 473 688	1 099 632 685	(11 841 003)
175 597 213	187 786 910	12 189 697	630 839 371	636 416 194	5 576 823
1 065 898	1 207 993	142 095	29 836 924	27 589 775	(2 247 149)
<u>2 614 528 578</u>	<u>2 678 721 877</u>	<u>64 193 299</u>	<u>8 126 444 717</u>	<u>8 287 134 129</u>	<u>160 689 412</u>
-	-	-	41 162 408	38 235 196	2 927 212
-	-	-	1 056 301	1 026 846	29 455
200 392 347	193 370 209	7 022 138	253 111 457	243 057 593	10 053 864
-	-	-	10 125 938	9 707 853	418 085
-	-	-	16 167 032	13 828 860	2 338 172
740 049 966	718 630 475	21 419 491	979 168 702	963 330 320	15 838 382
2 537 640	2 627 705	(90 065)	8 458 800	8 758 171	(299 371)
511 061	509 986	1 075	13 870 799	13 347 781	523 018
-	-	-	791 203	775 635	15 568
267 475 617	281 238 316	(13 762 699)	740 723 031	638 824 932	101 898 099
104 204 142	103 651 008	553 134	153 937 027	146 595 084	7 341 943
3 504 253	3 858 229	(353 976)	108 579 946	130 055 281	(21 475 335)
7 000 000	7 561 681	(561 681)	3 229 027 189	3 132 667 691	96 359 498
229 579 748	208 890 732	20 689 016	380 364 541	359 678 335	20 686 206
1 274 329 340	1 269 161 397	5 167 943	1 849 116 749	1 897 653 361	(48 536 612)
62 218 685	69 206 628	(6 987 943)	84 559 411	88 460 664	(4 401 253)
-	-	-	36 665 285	31 418 012	5 247 273
-	-	-	100 362 715	95 269 835	5 092 880
2 464 591	2 317 867	146 724	21 580 778	21 155 709	425 069
-	-	-	1 861 487	1 651 691	209 796
-	-	-	9 074 765	9 391 668	(316 903)
72 794 802	72 555 256	239 546	224 271 451	223 894 459	376 992
67 288 271	66 864 276	423 995	234 644 721	237 037 688	(2 392 967)
<u>3 034 350 463</u>	<u>3 000 443 765</u>	<u>33 906 698</u>	<u>8 498 681 736</u>	<u>8 306 322 665</u>	<u>192 359 071</u>
(419 821 885)	(321 721 888)	98 099 997	(372 237 019)	(19 188 536)	353 048 483
23 551 737	23 546 850	(4 887)	88 101 860	81 951 945	(6 149 915)
(41 466 000)	(35 962 838)	5 503 162	(53 315 000)	(58 780 322)	(5 465 322)
8 136 663	-	(8 136 663)	96 353 663	-	(96 353 663)
9 767 337	11 519 760	1 752 423	40 816 337	43 909 570	3 093 233
147 400 000	57 921 307	(89 478 693)	147 400 000	57 921 307	(89 478 693)
286 903 170	310 290 562	23 387 392	286 903 170	310 290 562	23 387 392
-	862 941	862 941	-	862 941	862 941
-	-	-	(128 942 000)	(57 806 154)	71 135 846
-	-	-	(18 458 000)	(115 153)	18 342 847
-	-	-	(159 785 500)	(170 691 210)	(10 905 710)
-	(23 339 103)	(23 339 103)	-	(23 339 103)	(23 339 103)
<u>434 292 907</u>	<u>344 839 479</u>	<u>(89 453 428)</u>	<u>299 074 530</u>	<u>184 204 383</u>	<u>(114 870 147)</u>
14 471 022	23 117 591	8 646 569	(73 162 489)	165 015 847	238 178 336
121 901 669	121 901 669	-	424 769 571	424 769 571	-
<u>\$ 136 372 691</u>	<u>\$ 145 019 260</u>	<u>\$ 8 646 569</u>	<u>\$ 351 607 082</u>	<u>\$ 589 785 418</u>	<u>\$ 238 178 336</u>

COMBINED STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - NON-EXPENDABLE TRUST, PENSION TRUST, AND AGENCY FUNDS

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for the fiscal year ended June 30, 1985

	Pension Trusts	Non-Expendable Trust and Agency Funds	Totals	
			1985	1984
Revenue:				
Departmental	\$ -	\$ 241 232 224	\$ 241 232 224	\$ 252 683 863
Employee Contributions	116 225 488	-	116 225 488	100 499 622
Investment Earnings	889 746 141	-	889 746 141	(41 915 693)
Total Revenue	1 005 971 629	241 232 224	1 247 203 853	311 267 792
Expenses:				
Education	52 613 756	-	52 613 756	43 816 806
Other Governmental Charges	61 690 953	242 200 102	303 891 058	261 664 782
Total Expenses	114 304 709	242 200 102	356 504 811	305 481 588
Excess (Deficiency) of Revenue Over Expenditures	891 666 920	(967 878)	890 699 042	5 786 204
Other Financing Sources (Uses):				
Adjustments and Reserves In (Out)	-	5 000 000	5 000 000	2 000 000
Transfer from:				
General Fund	170 691 210	-	170 691 210	90 680 966
Other Funds	936 418	-	936 418	14 281 034
Transfer to:				
Local Aid	-	-	-	(26 000 000)
Other Fund	(936 418)	-	(936 418)	-
Total Other Financing Sources (Uses)	170 691 210	5 000 000	175 691 210	80 962 000
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenses & Other Uses	1 062 358 130	4 032 122	1 066 390 252	86 748 204
Fund Equity at Beginning of Year as Previously Reported	2 960 235 187	7 487 672	2 967 722 859	2 470 573 435
Adjustment for Cumulative Effect on Prior Years of Applying Retroactively the New Method of Accounting for Pension Trust Fund Investments (Note 4)	(544 601 253)	-	(544 601 253)	(134 200 033)
Fund Equity at Beginning of Year as Adjusted	2 415 633 934	7 487 672	2 423 121 606	2 336 373 402
Fund Equity at End of Year	\$3 477 992 064	\$ 11 519 794	\$3 489 511 858	\$2 423 121 606

NOTES TO COMBINED FINANCIAL STATEMENTS - BUDGETARY BASIS

JUNE 30, 1985

NOTE 1 - FINANCIAL STATEMENT PRESENTATION:REPORTING ENTITY

The financial statements presented in this section include all funds and account groups of the Commonwealth of Massachusetts. The financial statements are not intended to include independent authorities and other organizations which may be includable in the reporting entity as component units under the criteria of the Governmental Accounting Standards Board (GASB).

FUND ACCOUNTING

The Commonwealth records its transactions in funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures/expenses. Transactions between funds within a fund type, if any, have been eliminated. The funds and account groups are organized into three categories as follows:

GOVERNMENTAL FUNDS:

Governmental Funds are those through which most governmental functions of the Commonwealth are financed. The acquisition, use and balances of the Commonwealth's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is on determination of changes in financial position, rather than on net income. The Commonwealth's governmental fund types are as follows:

General Fund - The General Fund is the general operating fund of the Commonwealth. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than debt service, trusts, or capital projects funds) that are legally restricted to expenditures for specified purposes.

Capital Project Funds - Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. Such resources are derived principally from proceeds of General Obligation Bonds and from Federal Reimbursements and State Appropriations.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the future payment of general long-term debt principal, discount and interest except for mini-bond payments, which are made from the General Fund.

FIDUCIARY FUNDS:

Fiduciary Funds are used to account for assets held by the Commonwealth in a trustee capacity (Trust Funds), or as an agent (Agency Funds) for individuals, private organizations, other governmental units, and/or other funds. Trust Funds include Expendable Trust Funds, Non-Expendable Trust Funds and Pension Trust Funds. The Internal Service Fund has been reclassified to Expendable Trusts in 1985. In 1984 it was shown as a Proprietary Fund. The following Non-Expendable Trust Funds were reclassified to Agency Funds in 1985: Unemployment Compensation Fund, Suspense Fund, Federal Insurance Contribution, and Housing Authorities Bond Sinking Fund.

ACCOUNT GROUPS:

Account Groups are used to establish control and accountability over the Commonwealth's general fixed assets and long-term obligations. The Commonwealth's account groups are as follow:

General Fixed Assets Account Group - The General Fixed Assets Account Group is used to account for general fixed assets.

General Long-Term Obligations Account Group - The General Long-Term Obligations Account Group is used to account for long-term obligations.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The combined financial statements presented in this section are prepared from the Commonwealth's books and records and other official reports which are maintained on the basis of accounting used in the preparation of the Commonwealth's legally adopted annual budget (budgetary basis). Accordingly, the combined financial statements are not intended to present the financial condition and results of operations in conformity with Generally Accepted Accounting Principles (GAAP). Had the accompanying financial statements been prepared on a GAAP basis they would reflect: (a) inventory and advances as assets; (b) receivables, net of refunds and estimated uncollectibles, for revenues which are measurable (amounts expected to be collected within twelve months are included in revenues and those beyond twelve months in deferred revenues); (c) accounts payable and other accruals for expenditures incurred through the end of the fiscal year recorded in the appropriate fund. Accruals expected to be paid beyond twelve months recorded in the General Long-Term Obligations Account Group; (d) capital leases in the General Fixed Assets and General Long-Term Obligations Accounts Groups; (e) different basis for classifying reserved and designated fund balance; (f) fixed assets valued at cost or estimated cost; (g) the difference between actuarially determined retirement costs and amounts funded in the Long-Term Obligations Account Group; (h) commitment for school construction grants recorded in the Long Term Obligation Account Group; (i) the operations of certain agencies and activities, principally the auxiliary enterprise operations of the Commonwealth's Institutions of higher education; and (j) mini-bonds as liabilities of governmental funds. The budgetary basis of accounting is described below:

A. Basis of Accounting

Revenues are recognized when received, collected and deposited by the Commonwealth. The State Treasurer keeps his Cash Books open for approximately 15 days after the fiscal year end, June 30, 1985, to allow revenue received, collected, and deposited by departments and agencies to be recorded and reported in 1985, the year in which it was recognized.

Following the above revenue basis, receivables are not booked on the budgetary basis with the exception being the Federal Highway construction projects. Federal receivables for Highway Construction Projects are represented by actual cost incurred and reimbursable from the Federal Government to the Commonwealth as Federal Highway Construction projects are executed.

Expenditures are recognized when paid and also include encumbrances on lapsing appropriations and outstanding advances to State agencies.

B. Earnings on Pooled Cash

The Commonwealth follows the practice of pooling cash and cash equivalents of the General Fund, certain Special Revenue Funds, and the Capital Projects Fund. Substantially all interest earned on this pooled cash is allocated to the General Fund.

C. Cash Equivalents and Other Investments

Cash Equivalents consist of Short-Term Investments and are stated at cost. Other Investments of Governmental Fund Types are also stated at cost. Pension Trust Fund Investments are carried at market.

D. Inventory

Inventory purchases are recorded as expenditures when paid.

E. Interfund Transactions

During the course of normal operations, the Commonwealth has numerous transactions between funds including those attributable to pooled cash. These transactions are recorded as adjustments to the respective fund's cash accounts and, thus, may result in negative balances at year-end.

F. General Fixed Assets

General Fixed Assets are recorded as expenditures and capitalized annually in the General Fixed Assets Account Group in the year purchased. Land and buildings are recorded at their most recent locally assessed valuations while machinery and equipment are recorded at cost or estimated cost. Infrastructure (roads, bridges, tunnels, dams, water and sewer systems, etc.) has not been capitalized.

G. Vacation and Sick Leave

Employees are granted vacation and sick leave in varying amounts. Upon retirement, termination, or death, certain employees are compensated for unused vacation and sick leave (subject to certain limitations) at their then current rate of pay. Vacation and sick leave are recorded as expenditures when paid.

H. Insurance

The Commonwealth self-insures for casualty, theft, tort claims, and other losses. Such losses are recorded as expenditures when paid.

I. Balances Forwarded, Encumbrances and Designated Fund Balance

Certain unexpended and unencumbered appropriations are carried over to the ensuing fiscal year as "Balances Forwarded". Balances forwarded represent amounts appropriated for specific programs or projects which were not completed during the fiscal year and certain current operating appropriations which are authorized to be brought forward to the succeeding year.

Encumbrance accounting, under which purchase orders, contracts and other commitments for expenditure of funds are recorded to reserve that portion of the applicable appropriation. Is employed in the Governmental Fund Types as a significant aspect of budgetary control. Encumbrances outstanding at year-end are recorded as expenditures for lapsing appropriations and as Reservations of Fund Balance for continuing appropriations.

Unreserved designated fund balance consists of amounts designated for specific expenditures of subsequent years.

J. Total Columns on Combined Statements

Total columns on the combined statements are presented to aggregate financial data of the fund types and account groups. No consolidating or other eliminations were made in arriving at the totals; thus they do not present consolidated information.

NOTE 3 - BUDGETARY CONTROL:

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The Governor presents an annual budget to the State Legislature, representing estimates of receipts, disbursements and other financing sources and uses anticipated during the coming fiscal year. The Commonwealth's Constitution requires that a balanced budget be submitted by the Governor to the State Legislature. The Legislature, which has full authority to amend the budget, adopts the budget by appropriating monies for expenditure in an annual appropriation bill. The Governor, before signing the bill, may veto any specific item, subject to legislative override.

Changes to this budget may be made via supplemental appropriation bills, or other legislative acts which must be approved by the Legislature and signed by the Governor.

The Comptroller's Division has the responsibility to ensure that budgetary control is maintained. Expenditures or advance expenditure commitments (purchase orders) will not be approved by the Comptroller's Division if they exceed a combination of authorized appropriations, prior appropriations continued (PAC), and portions of restricted receipts. Funds for service contracts are approved only to the extent that the services will be rendered during the current fiscal year, and only for services rendered after the date formal authorization is received and date stamped by the Comptroller's Division.

In the Budget and Actual statements for the General Fund and Special Revenue Funds the budget includes the portion of revenues restricted for expenditures which are combined with other appropriations authorized by the Legislature.

NOTE 4 - PENSION FUND AND OTHER INVESTMENTS:

The Commonwealth has valued its Pension Trust Fund Investments at market in 1985 whereas in prior years such investments were carried at par value for bonds and cost for all other securities. The Commonwealth believes the new method is more appropriate for the newly adopted investment policy described below. Financial statements for 1984 have been restated to apply the method retroactively. The cumulative effect of the retroactive adjustment as of July 1, 1984, was \$544,601,253. The effect of the change at June 30, 1985, was \$182,523,712. Therefore, the combined effect of the accounting change was to increase investment earnings by \$727,124,965 in 1985. The combined effect was to reduce investment earnings by \$410,401,520 in 1984.

A summary of the cost and market value of the aforementioned Pension Trust Fund Investments on June 30, 1985, is as follows:

	<u>Cost</u>	<u>Market Value</u>
Investment in shares of Pooled Funds:		
State Employee's Annuities	\$1,206,373,676	\$1,272,584,472
Teachers' Annuities	1,431,324,677	1,514,616,396
Pension Reserve Fund	514,185,574	547,206,771
Total Investments	<u>\$3,151,883,927</u>	<u>\$3,334,407,639</u>

At various dates during the year substantially all of the investment assets of the Pension Reserve Fund, State Employees Annuities Fund, and Teacher's Annuities Fund were exchanged for shares in various independently administered pooled funds.

The cost assigned to the shares in the pooled funds, above, represents the market value of the investments as of the exchange dates plus or minus subsequent purchases and redemptions of the pooled fund shares on a first-in, first-out basis.

The investment included in the Capital Projects Fund of \$10,000,000 represents 100% of the capital stock of the Massachusetts Community Development Finance Corporation.

NOTE 5 - FIXED ASSETS:

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The following is a statement of changes in General Fixed Assets for the year ended June 30, 1985 (in thousands):

	<u>Balance July 1, 1984</u>	<u>Additions</u>	<u>Retirements and Other Adjustments</u>	<u>Balance June 30, 1985</u>
Land	\$ 578,719	\$ -	\$ 901	\$ 579,620
Buildings	1,510,921	-	1,478	1,512,399
Machinery and Equipment	<u>342,431</u>	<u>72,477</u>	<u>(21,527)</u>	<u>393,381</u>
Total	<u>\$2,432,071</u>	<u>\$72,477</u>	<u>\$ (19,148)</u>	<u>\$2,485,400</u>

NOTE 6 - SHORT-TERM DEBT:

Short-Term Debt consists of Temporary Notes, which are issued to cover the current operating deficits of the Massachusetts Bay Transportation Authority, and Bond Anticipation Notes, which are issued for the purpose of financing capital projects in anticipation of bond offerings. Amounts outstanding at June 30 are as follow (in millions):

	<u>1985</u>	<u>1984</u>
Temporary Notes	\$ 97.0	\$ 92.0
Bond Anticipation Notes	<u>200.0</u>	<u>200.0</u>
Total	<u>\$297.0</u>	<u>\$292.0</u>

NOTE 7 - STATE ADMINISTERED RETIREMENT SYSTEMS:

There are two major Commonwealth retirement systems, one for employees of the Commonwealth and one for teachers of cities (except the city of Boston), towns, regional school districts and Quincy Junior College. Employees of certain independent authorities and agencies such as the MBTA and employees of counties, cities, and towns are covered by separate retirement systems.

Funding for both the State Employees' Retirement System (SERS) and the Teachers' Retirement System (TRS) is provided primarily by employer and employee contributions. Both SERS and TRS are contributory defined benefit plans and are administered by the SERS and TRS Retirement Boards. Members hired prior to January 1, 1975, contribute 5% of their salary, those hired between January 1, 1975, and January 1, 1984, contribute 7%, and those hired after January 1, 1984, contribute 8%. Required annual contributions have been made by the Commonwealth determined primarily on a "pay-as-you-go" basis. (\$339 million in fiscal year 1985).

In addition to required contributions in 1985, the Commonwealth has dedicated 16.7% of the alcoholic beverage tax (\$14 million), a portion of Federal Grant reimbursements applicable to pension costs (\$10.9 million), and has appropriated \$146.2 million towards unfunded liability.

The Commonwealth commissions periodic actuarial valuations of the retirement plans. The most recent valuation was performed as of January 1, 1983. The actuarial present value of accumulated plan benefits are those future periodic payments that are attributable under the plan's provisions to the service employees have rendered. Accumulated plan benefits include benefits expected to be paid to (a) retired or terminated employees or their beneficiaries, (b) beneficiaries of employees who have died and (c) present employees or their beneficiaries. Benefits payable under all circumstances are included to the extent they are deemed attributable to employee service rendered to the valuation date. The following is a summary of the actuarial present value of accumulated plan benefits and net assets available for benefits as of January 1, 1983 (in thousands):

Accumulated Plan Benefits:

Vested Benefits	\$6,171,003
Nonvested Benefits	<u>278,176</u>
Total	<u>\$6,449,179</u>
 Net Assets Available for Benefits, at Market Value	 <u>\$2,260,054</u>

The results of the January 1, 1983, valuation are based upon actuarial assumptions used, the principal ones being the number of active members and pensioners of the retirement systems, mortality in accordance with the 1971 group annuity mortality table, future investment earnings at the rate of 7.5%, average annual salary increases of 6% and annual cost of living increases of 3%. Pension costs would be \$582 million in 1985 using the Entry Age Normal Cost Method and amortizing the unfunded actuarial liabilities over 30 years.

An update as of July 1985 to the above valuation using a rate of investment return of 8% has been calculated. This update showed that pension costs determined by the Entry Age Normal Cost Method would amount to approximately \$483 million in 1985. Such amounts assume amortization of unfunded actuarial liabilities over forty years. The Commonwealth has not provided, in the accompanying combined financial statements, for the difference between pension cost funded and the amount determined under the Entry Age Normal Cost Method.

Beginning in 1981, the Commonwealth assumed financial responsibility for cost-of-living adjustments (COLA) granted to participants in retirement systems of cities, towns, and counties. The actuarially determined present value of future COLA benefits granted to date as of January 1, 1983, was \$882 million. Any future COLA granted by the State Legislature to employees of these plans will also be the responsibility of the Commonwealth. Expenditures for COLA are recorded when paid to the local retirement systems. During fiscal year 1985, the Commonwealth funded \$34.8 million toward the COLA commitment.

NOTE 8 - MASSACHUSETTS WATER RESOURCES AUTHORITY

On December 19, 1984, the Governor signed into law Chapter 372 of the Acts of 1984 which created the Massachusetts Water Resources Authority (MWRA). The MWRA will provide water supply services and sewage collection, treatment, and disposal services to areas of the Commonwealth made up of the cities and towns now served by the Metropolitan District Commission (MDC). The MWRA is an independent public authority not subject to the supervision of the Commonwealth.

On July 1, 1985, ownership and control of all assets relating to the MDC operation of the water and sewerage systems were conveyed to the MWRA. As part of the agreement, the MWRA agreed to assume the cost of operations during fiscal year 1985. Such costs which were paid by the Commonwealth amounted to: the Metropolitan Sewerage District Special Revenue Fund for \$19,540,344, the Metropolitan Water District Special Revenue Fund for \$862,941, the Metropolitan Sewerage Capital Project Fund for \$24,774,265, the Metropolitan Water Capital Project Fund for \$6,433,567, and fifty percent of the operation of the Watershed Division funded by the General Fund for \$540,000. Accordingly, such costs are included as receivable in the accompanying balance sheet and are due to be repaid by June 30, 1986.

NOTE 9 - LONG-TERM OBLIGATIONS:

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General Obligation Bonds are backed by the full faith and credit of the Commonwealth. The following is a schedule of changes in General Obligation Bonds for the fiscal year ended June 30, 1985 (in millions):

<u>Purpose</u>	<u>Outstanding as of July 1, 1984</u>	<u>Additions</u>	<u>Retirements</u>	<u>Outstanding as of June 30, 1985</u>	<u>Maturity Dates</u>
General Fund	\$2,323.7	\$286.0	\$149.3	\$2,460.4	1986-2005
Govt. Land Bank	25.7	-	1.2	24.5	1986-2004
Fed. Assisted Housing	26.6	-	-	26.6	1986-2023
Highway Fund	676.3	-	50.8	625.5	1986-2004
Inland Fisheries and Game	.6	-	.1	.5	1986-1991
State Recreation Areas	37.2	-	3.4	33.8	1986-2004
Total Direct Debt	3,090.1	286.0	204.8	3,171.3	
Met. Parks District	61.9	-	5.4	56.5	1986-2004
Met. Sewerage District	82.0	10.8	6.2	86.6	1986-2015
Met. Water District	111.9	4.5	6.2	110.2	1986-2025
Total District Debt	255.8	15.3	17.8	253.3	
Total Long-Term Debt	\$3,345.9	\$301.3	\$222.6	\$3,424.6	

The annual requirements to retire all debt service outstanding as of June 30, 1985, are as follow (in millions):

<u>Year Ending June 30,</u>	<u>Discount</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1986	\$ 2.2	\$ 227.0	\$ 245.0	\$ 474.2
1987	2.5	234.7	233.5	470.7
1988	2.6	234.8	219.2	456.6
1989	2.8	233.4	203.1	439.3
1990	3.0	247.5	195.1	445.6
Thereafter	305.2	2,247.2	1,046.0	3,598.4
Total	\$318.3	\$3,424.6	\$2,141.9	\$5,884.8

The total amount of Long-Term Obligation Bonds authorized but unissued at June 30, 1985, was \$2,412,880,341.

NOTE 10 - COMMITMENTS:A. Local Aid

The Commonwealth provides school building construction grants to local governments. Grant payments are scheduled over the life of bonds that are issued by local governments for these projects. At June 30, 1985, the aggregate grant commitments are \$720.6 million.

B. Leases

The Commonwealth has numerous long-term lease commitments outstanding for office space and equipment. All leases are accounted for as operating leases in the budgetary basis financial statements. Minimum rental commitments under these leases at June 30, 1985, are as follow:

	<u>Office Space</u>	<u>Equipment</u>	<u>Total</u>
1986	\$22,870,304	\$5,627,860	\$28,498,164
1987	\$19,503,601	\$1,581,454	\$21,085,055
1988	\$14,581,532	\$ 906,129	\$15,487,661
1989	\$ 8,619,661	\$ 467,814	\$ 9,087,475
1990	\$ 3,160,447	\$ 117,313	\$ 3,277,760

The Commonwealth also rents office space on a monthly basis as a tenant-at-will. It is likely that the Commonwealth will continue to rent some or all of this space in subsequent fiscal years. The total amount of rental payments made under tenancies-at-will for the fiscal year ended June 30, 1985, was \$8,579,366.

C. Transit Authority Subsidies

The Commonwealth is obligated to pay the Massachusetts Bay Transportation Authority (MBTA) and the fourteen regional transit authorities for their net cost of service (current expenses, including interest on debt, minus current income) and to advance funds sufficient to meet outstanding bonds and notes if funds are not otherwise available. The Commonwealth recovers a portion of these payments through assessments to cities and towns served by these authorities.

NOTE 11 - CONTINGENCIES:A. Claims and Litigation

There are a number of lawsuits pending or threatened against the Commonwealth which arose from the ordinary course of operations, including claims for property damage and personal injury, breaches of contract, condemnation proceedings and other alleged violations of law. For those cases in which it is probable that a loss will be incurred and the amount of the potential judgment can be reasonably estimated, the Attorney General estimates the amount of liability to be approximately \$9,422,261. In addition, the Attorney General estimates that it is reasonably possible a loss will be incurred of approximately \$62 million of which \$50 million relates to a case in which the Legislature has already appropriated \$16 million reflected as a designated fund balance in the financial statements. Judgments and claims are recorded as expenditures when paid.

B. Guaranteed and Contingent Debt

The Commonwealth guarantees the debt of certain authorities and local governments. Such debt is not recorded in the accompanying financial statements. A summary of outstanding guaranteed debt as of June 30, 1985, and June 30, 1984, is as follows (in millions):

	<u>1985</u>	<u>1984</u>
Higher Education Building Authorities	\$192.8	\$137.2
Local Housing Authorities	26.6	31.3
Town of Mashpee	<u>2.2</u>	<u>2.4</u>
Total	<u>\$221.6</u>	<u>\$170.9</u>

In addition, the Commonwealth has contingent debt which arises from statutory requirements. Contingent debt at June 30, 1985, and June 30, 1984, is as follows (in millions):

	<u>1985</u>	<u>1984</u>
Massachusetts Bay Transportation Authority Not Designated as General Obligation Bonds of the Commonwealth	\$ 943.3	\$777.9
Massachusetts Convention Center Authority	96.9	-
Boston Metropolitan District Debt	79.6	83.1
Regional Transit Authorities	33.0	29.8
Steamship Authority	<u>13.8</u>	<u>14.2</u>
Total	<u>\$1,166.6</u>	<u>\$905.0</u>

NOTE 12 - RESTATEMENT AND ADJUSTMENT:

The following adjustment was made to beginning fund balance. The prior year total column was adjusted for this change:

Federal Highway Construction

Expenditure-driven federal assistance programs are reimbursements based on actual expenditures paid. The June 30, 1985, federal reimbursement receivable has been calculated using this basis. On June 30, 1984, the Department of Public Works reported a federal reimbursement receivable of \$621,707,000 which included federal participation in future expenditures which is not in conformity with the budgetary basis of accounting for expenditure-driven federal assistance programs.

On June 30, 1985, the federal reimbursement receivable was calculated on the basis of actual expenditures paid. The June 30, 1984, comparative amounts have been restated to apply the same method retroactively.

Federal Highway Construction

1984 Ending Fund Balance	\$ 706,617,071
Decrease due to change in method of accounting	<u>(607,120,072)</u>
1985 Beginning Fund Balance	<u>\$ 99,496,999</u>

NOTE 13 - SUBSEQUENT EVENTS:

- A. On September 1, 1985, the Commonwealth issued General Obligation Bonds totaling \$150,000,000 at progressive interest rates ranging from 5.75% to 9% at maturity. Proceeds are to be used for capital projects in the Highway Fund. Payment of such bonds will begin on September 1, 1986, and all bonds will be retired by September 1, 2005.
- B. On October 28, 1985, the Commonwealth issued Mini Bonds due in five years totaling \$25,000,000 with an interest rate of 7.1%.
- C. On November 7, 1985, the Commonwealth issued \$42,375,000 General Obligation Temporary Notes with an interest rate of 5.25% due June 30, 1986.

**Combined
Balance Sheet
GAAP Basis**

COMBINED BALANCE SHEET (UNAUDITED) - GAAP BASIS

June 30, 1985

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GOVERNMENTAL FUNDS				
	General	Special Revenue	Capital Projects	Debt Service
Assets				
Cash and Short-Term Investments	\$ 602 744 183	\$282 216 477	\$(122 441 712)	\$12 745 695
Restricted Cash	-	-	-	7 349 482
Investments (at market)	-	-	10 000 000	-
Securities on Deposit	-	-	-	-
Receivables, Net of Allowance for Uncollectibles:				
Taxes	726 390 547	3 733 964	-	-
Due from Federal Government	168 032 101	28 363 618	104 139 399	-
Other Receivables	233 174 402	69 713 916	32 864 941	152 789
Advances to Cities and Towns	-	5 871 027	-	-
Inventory (at Cost)	28 109 575	-	-	-
Investments of Deferred Compensation Plan	-	-	-	-
Fixed Assets	-	-	-	-
Amount Available for Retirement of Long-Term Obligations	-	-	-	-
Amount to be Provided for Retirement of Long-Term Obligations	-	-	-	-
Total Assets	\$1 758 450 808	\$389 899 002	\$ 24 562 628	\$20 247 966
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$ 512 538 272	\$ 82 333 108	\$ 84 925 937	\$ -
Salaries Payable	25 614 929	-	-	-
Tax Refunds Payable and Abatements Payable	207 282 391	-	-	-
Other Accrued Liabilities	84 305 664	21 502 774	378 417	-
Deferred Revenue	107 441 091	20 591 070	17 029 528	-
Liabilities Due Depositors	-	-	-	-
Bonds Matured - Not Redeemed	-	-	-	7 349 482
Bonds and Notes Payable	-	-	200 000 000	-
Other Long-Term Liabilities	-	-	-	-
Total Liabilities	937 182 347	124 426 952	302 333 882	7 349 482
Fund Equity (Deficit):				
Investment in General Fixed Assets	-	-	-	-
Fund Balances (Deficit):				
Reserved for:				
Encumbrances	34 271 373	96 222 718	261 342 538	-
Inventory	28 109 575	-	-	-
Advances to Cities and Towns	-	5 871 027	-	-
Unreserved:				
Designated for Continuing Accounts	180 265 618	80 135 189	250 388 494	-
Designated for Specific Purpose	95 534 896	27 895 389	-	-
Designated for Debt Service	-	-	-	12 898 484
Undesignated	483 086 999	55 347 727	(789 502 286)	-
Total Fund Equity (Deficit)	821 268 461	265 472 050	(277 771 254)	12 898 484
Total Liabilities and Fund Equity	\$1 758 450 808	\$389 899 002	\$ 24 562 628	\$20 247 966

The accompanying notes are an integral part of the combined financial statements.

FIDUCIARY FUNDS		ACCOUNT GROUPS		TOTALS (Memorandum Only)
Expendable Trusts	Non-Expendable Trust, Pension Trust, & Agency	General Fixed Assets	General Long-Term Obligations	1985
\$ 921 145 519	\$ 270 360 832	\$ -	\$ -	\$ 1 966 770 994
-	-	-	-	7 349 482
-	3 334 407 639	-	-	3 344 407 639
-	492 622 617	-	-	492 622 617
506 785	64 428	-	-	730 695 724
4 865	-	-	-	300 539 983
92 151 084	157 644 528	-	-	585 701 660
-	-	-	-	5 871 027
422 809	-	-	-	28 532 384
-	128 619 386	-	-	128 619 386
-	-	2 485 400 043	-	2 485 400 043
-	-	-	12 898 484	12 898 484
-	-	-	4 206 082 448	4 206 082 448
<u>\$1 014 231 062</u>	<u>\$4 383 719 430</u>	<u>\$2 485 400 043</u>	<u>\$4 218 980 932</u>	<u>\$14 295 491 871</u>
\$ 5 305 418	\$ 130 548 668	\$ -	\$ -	\$ 815 651 403
-	-	-	-	25 614 929
-	-	-	-	207 282 391
1 149 191	360	-	-	107 336 406
44 226 485	-	-	-	189 288 174
-	529 671 759	-	-	529 671 759
-	-	-	-	7 349 482
-	97 000 000	-	3 424 646 936	3 721 646 936
-	-	-	794 333 996	794 333 996
<u>50 681 094</u>	<u>757 220 787</u>	<u>-</u>	<u>4 218 980 932</u>	<u>6 398 175 476</u>
-	-	2 485 400 043	-	2 485 400 043
(688 323)	-	-	-	391 148 306
422 809	-	-	-	28 532 384
-	-	-	-	5 871 027
35 881 986	-	-	-	546 671 287
906 541 550	3 626 498 643	-	-	4 656 470 478
-	-	-	-	12 898 484
21 391 946	-	-	-	(229 675 614)
<u>963 549 968</u>	<u>3 626 498 643</u>	<u>2 485 400 043</u>	<u>-</u>	<u>7 897 316 395</u>
<u>\$1 014 231 062</u>	<u>\$4 383 719 430</u>	<u>\$2 485 400 043</u>	<u>\$4 218 980 932</u>	<u>\$14 295 491 871</u>

NOTES TO COMBINED BALANCE SHEET - GAAP BASIS

JUNE 30, 1985

NOTE 1 - FINANCIAL STATEMENT PRESENTATION:

The combined balance sheet presented in this section reflects the same accounts and fund structure as described in Note 1 to Section II of this report. The footnotes below are meant to supplement the disclosures contained in Section II. Accordingly, this section should be read in conjunction with Section II to obtain a more complete understanding of the accompanying combined balance sheet.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The combined balance sheet presented in this section is prepared in accordance with Generally Accepted Accounting Principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB) except that (1) certain fixed assets are valued at assessed valuations, (2) leases have not been capitalized and are, therefore, not recorded in the General Fixed Assets and General Long-Term Obligations Account Groups, (3) the difference between actuarially determined retirement costs and amounts funded has not been recorded in the Long-Term Obligations Account Group, and (4) operations of independent authorities and other organizations which may be includable in the reporting entity as component units under the criteria of the Governmental Accounting Standards Board (GASB) are not presented.

The accounting policies followed in preparing the combined balance sheet presented in this section are described below:

A. Basis of Accounting

Governmental Fund Types and Expendable Trust Funds are accounted for on the modified accrual basis of accounting. Revenues are recorded in the period that they become both measurable and available. Available means expected to be collected within the next twelve months. Revenues not considered available are recorded as deferred revenues. Tax refunds payable and taxes receivable representing the estimated amounts owed to taxpayers or due to the Commonwealth on previous filings, over or under withholdings, and estimated payments are recorded as adjustments to tax revenues. Expenditures are recorded in the period in which the liability is incurred, except for interest on long-term debt which is recorded when due. Accumulated unused vacation and sick leave and judgments and claims expected to be paid beyond twelve months are recorded in the General Long-Term Obligations Account Group.

Non-Expendable Trust, Pension Trust, and Agency Funds are accounted for on the accrual basis of accounting.

B. Inventory

Inventory of materials and supplies is stated at cost on a first-in, first-out (FIFO) basis. Governmental Fund Types inventory purchases are recorded as expenditures and year-end inventory balances are reported as an Asset and as a Reservation of Fund Balance.

C. Deferred Compensation

Employees of the Commonwealth are eligible to participate in a deferred compensation plan. This plan is presented in the accompanying balance sheet as a Non-Expendable Trust Fund Type. Assets of this plan are available to the general creditors of the Commonwealth.

NOTE 3 - BUDGET BASIS RECONCILED TO GAAP BASIS

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The financial statements presented in Section II of this report are prepared on the budgetary basis of accounting. The differences between the budgetary basis and the GAAP basis of accounting are described in Section II, Note 2. The following is a reconciliation of the fund balances of all fund types highlighting the major differences between the budgetary and GAAP basis of accounting (in thousands):

	General Fund	Special Revenue Funds	Capital Projects Funds	Debt Service Fund	Expend. Trust Funds	Non-Expendable Trust, Pension Trust, and Agency Funds
Fund Equity (Deficit)						
Budgetary Basis:	\$ 444,766	\$269,492	\$ 2,158,740	\$20,095	\$ 36,798	\$3,489,512
Add (Deduct):						
Cash Adjustment	(76,342)	(20,940)	(3,744)	-	17,120	(814,333)
Receivables, Net	1,127,597	81,408	82,302	152	26,746	60,709
Inventory	28,109	-	-	-	422	-
Deferred Compensation Plan Assets	-	-	-	-	-	128,619
Accounts Payable	(278,218)	(28,265)	(84,781)	-	(3,910)	792,901
Salaries Payable	(25,615)	-	-	-	-	-
Tax Refunds Payable	(207,282)	-	-	-	-	-
Deferred Revenue	(107,441)	(20,591)	(17,030)	-	(852)	-
Bonds Matured, Not Redeemed	-	-	-	(7,349)	-	-
Other Liabilities	(84,306)	(21,503)	(378)	-	(1,149)	-
Bonds Authorized, Unissued	-	-	(2,412,880)	-	-	-
Classification Change	-	-	-	-	888,375	-
Other	-	5,871	-	-	-	(30,909)
Fund Equity (Deficit) GAAP Basis:	<u>\$ 821,268</u>	<u>\$265,472</u>	<u>\$ (277,771)</u>	<u>\$12,898</u>	<u>\$963,550</u>	<u>\$3,626,499</u>



General Fund
Comparative Financial Statements
Budgetary Basis

COMMONWEALTH OF MASSACHUSETTS

COMPARATIVE BALANCE SHEET - GENERAL FUND

for the fiscal year ended June 30, 1985

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	<u>1985</u>	<u>1984</u>
<u>Assets</u>		
Cash and Short-Term Investments	\$679 086 880	\$462 256 996
<u>Total Assets</u>	<u>\$679 086 880</u>	<u>\$462 256 996</u>
<u>Liabilities and Fund Equity</u>		
<u>Liabilities:</u>		
Accounts Payable	\$234 320 722	\$159 389 094
<u>Total Liabilities</u>	<u>234 320 722</u>	<u>159 389 094</u>
<u>Fund Equity:</u>		
<u>Reserve:</u>		
Reserve for Encumbrances	51 754 545	64 812 391
Reserve for Balances Forwarded	205 283 628	134 403 010
<u>Unreserved:</u>		
Designated Fund Balances	95 534 896	84 305 178
Undesignated Fund Balances	92 193 089	19 347 323
<u>Total Fund Equity</u>	<u>444 766 158</u>	<u>302 867 902</u>
<u>Total Liabilities and Fund Equity</u>	<u>\$679 086 880</u>	<u>\$462 256 996</u>

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL - GENERAL FUND

for the fiscal year ended June 30, 1985

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	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1984 Actual
Revenue:				
Taxes	\$3 912 901 210	\$4 034 839 297	\$ 121 938 087	\$3 543 383 058
Assessments	21 634 769	17 867 738	(3 767 031)	14 293 743
Federal Grants and Reimbursements	1 093 366 976	1 080 694 151	(12 672 825)	1 032 136 975
Departmental	455 242 158	448 629 284	(6 612 874)	394 054 584
Miscellaneous	28 771 026	26 381 782	(2 389 244)	29 554 165
Total Revenue	5 511 916 139	5 608 412 252	96 496 113	5 013 422 525
Expenditures:				
Legislature	41 162 408	38 235 196	2 927 212	35 403 983
Inspector General	1 056 301	1 026 846	29 455	938 404
Judiciary	52 719 110	49 687 384	3 031 726	42 133 241
Executive	10 125 938	9 707 853	418 085	8 415 467
Secretary of the Commonwealth	16 167 032	13 828 860	2 338 172	7 228 176
Treasurer and Receiver-General	239 118 736	244 699 845	(5 581 109)	207 547 147
Auditor of the Commonwealth	5 921 160	6 130 466	(209 306)	5 831 092
Attorney General	13 359 738	12 837 795	521 943	10 643 062
Ethics Commission	791 203	775 635	15 568	704 368
Administration and Finance	473 247 414	357 586 616	115 660 798	268 913 386
Environmental Affairs	49 732 885	42 944 076	6 788 809	32 781 019
Communities and Development	105 075 693	126 197 052	(21 121 359)	76 364 535
Human Services	3 222 027 189	3 125 106 010	96 921 179	2 994 577 750
Transportation and Construction	150 784 793	150 787 603	(2 810)	137 227 638
Education	574 787 409	628 491 964	(53 704 555)	524 622 165
Public Safety	22 340 726	19 754 036	2 586 690	17 049 243
Economic Affairs	36 665 285	31 418 012	5 247 273	15 288 003
Elder Affairs	100 362 715	95 269 835	5 092 880	80 425 664
Consumer Affairs	19 116 187	18 837 842	278 345	17 114 521
Energy Resources	1 861 487	1 651 691	209 796	1 238 067
Labor	9 074 765	9 391 668	(316 903)	8 163 787
Debt Service:				
Principal Retirement	151 476 649	151 339 203	137 446	144 254 680
Interest and Fiscal Charges	167 356 450	170 173 412	(2 816 962)	154 770 095
Total Expenditures	5 464 331 273	5 305 878 900	158 452 373	4 791 635 493
Excess (Deficiency) of Revenue Over Expenditures	47 584 866	302 533 352	254 948 486	221 787 032
Other Financing Sources (Uses):				
Operating Transfer In	64 550 123	58 405 095	(6 145 028)	47 590 687
Operating Transfers Out	(11 849 000)	(22 817 484)	(10 968 484)	(9 610 953)
Balances Reverted:				
Appropriations - Budgetary	88 217 000	-	(88 217 000)	-
Accounts Payable - Operational	31 049 000	32 389 810	1 340 810	31 160 159
Transfer to:				
Local Aid Fund	(128 942 000)	(57 806 154)	71 135 846	(122 319 695)
Highway Fund	(18 458 000)	(115 153)	18 342 847	(22 516 527)
Pension Reserve Fund	(159 785 500)	(170 691 210)	(10 905 710)	(90 680 966)
Total Other Financing Sources (Uses)	(135 218 377)	(160 635 096)	(25 416 719)	(166 377 295)
Excess (Deficiency) of Revenue & Other Financing Sources Over Expenditures and Other Uses	(87 633 511)	141 898 256	229 531 767	55 409 737
Fund Equity at Beginning of Year	302 867 902	302 867 902	-	247 458 165
Fund Equity at End of Year	\$ 215 234 391	\$ 444 766 158	\$ 229 531 767	\$ 302 867 902



Special Revenue Funds Combining Financial Statements Budgetary Basis

The Special Revenue Other grouping combines Freight Rail, Passenger Rail, Inland Fisheries and Game, J.F.K. Library and Park, Anti-Trust Enforcement, Government Land Bank, Non-Game Wildlife, Economic Development, Victim and Witness Assistance, Mosquito and Greenhead Fly Control, and Federally Assisted Housing Funds.

COMMONWEALTH OF MASSACHUSETTS

COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS

for the fiscal year ended June 30, 1985

	Local Aid Fund	Highway	Federal In-Aid Grants	Metropolitan Parks District	Metropolitan Sewerage District	Metropolitan Water District	State Recreation Areas	Arts and State Lotteries	Other Special Revenue	Totals	
										1985	1984
Assets											
Cash and Short-Term Investments	\$97,158,334	\$93,820,851	\$72,133,564	\$2,413,725	\$119,028,698	\$13,584,848	\$5,671,851	\$20,324,665	\$36,247,514	\$303,156,958	\$277,753,290
Receivables:											
Special Assessments	-	-	-	-	19,540,344	862,941	-	-	-	20,403,285	47,627,702
Water Resources	-	-	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$97,158,334</u>	<u>\$93,820,851</u>	<u>\$72,133,564</u>	<u>\$2,413,725</u>	<u>\$1,511,646</u>	<u>\$12,721,907</u>	<u>\$5,671,851</u>	<u>\$20,324,665</u>	<u>\$36,247,514</u>	<u>\$323,560,243</u>	<u>\$275,380,992</u>
Liabilities and Fund Equity											
Liabilities:											
Accounts Payable	\$29,736,493	\$17,940,166	-	\$1,671,314	\$511,646	\$929,838	\$2,066,340	\$-	\$1,211,956	\$54,067,753	\$62,563,311
Total Liabilities	<u>29,736,493</u>	<u>17,940,166</u>	<u>-</u>	<u>1,671,314</u>	<u>511,646</u>	<u>929,838</u>	<u>2,066,340</u>	<u>-</u>	<u>1,211,956</u>	<u>54,067,753</u>	<u>62,563,311</u>
Fund Equity:											
Reserved:											
Reserve for Encumbrances	23,596,612	63,065,233	12,498,500	353,705	-	-	701,755	-	8,841,692	109,057,497	77,378,819
Reserve for Balances Forwarded	36,511,005	12,558,952	59,635,064	388,706	-	-	1,311,355	-	1,869,866	112,294,946	106,454,535
Unreserved:											
Designated Fund Balances	7,314,224	256,500	-	-	-	(3,651,745)	(407,597)	20,324,665	-	27,895,389	22,966,623
Undesignated Fund Balances	-	-	-	-	-	-	-	-	24,304,000	20,244,658	6,017,906
Total Fund Balances	<u>67,421,841</u>	<u>75,880,685</u>	<u>72,133,564</u>	<u>742,411</u>	<u>-</u>	<u>(3,651,745)</u>	<u>1,605,511</u>	<u>20,324,665</u>	<u>35,035,558</u>	<u>269,492,490</u>	<u>212,817,681</u>
Total Liabilities and Fund Equity	<u>\$97,158,334</u>	<u>\$93,820,851</u>	<u>\$72,133,564</u>	<u>\$2,413,725</u>	<u>\$1,511,646</u>	<u>\$12,721,907</u>	<u>\$5,671,851</u>	<u>\$20,324,665</u>	<u>\$36,247,514</u>	<u>\$323,560,243</u>	<u>\$275,380,992</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - SPECIAL REVENUE FUNDS

for the fiscal year ended June 30, 1985

	Local Aid Fund	Highway	Federal In-Aid Grants	Metropolitan Parks District	Metropolitan Sewerage District
Revenues:					
Taxes	\$2 107 589 273	\$277 390 635	\$ -	\$ -	\$ -
Assessments Revenues	-	1 112 479	-	22 024 289	21 825 015
Federal Grants and Reimbursements	-	17 633 432	755 756 717	-	-
Departmental	1 213 134	167 992 150	-	2 424 423	637 964
Miscellaneous	762 420	216 993	-	76 524	7 297
Total Revenues	2 109 564 827	464 345 689	755 756 717	24 525 236	22 470 276
Expenditures:					
Judiciary	192 369 474	275 968	226 802	-	-
Executive	-	-	4 922 756	-	-
Secretary of the Commonwealth	-	-	1 077 565	-	-
Treasurer and Receiver-General	676 846 759	35 095 232	-	2 400 059	1 847 378
Auditor of the Commonwealth	-	2 627 705	-	-	-
Attorney General	-	-	-	-	-
Administration and Finance	263 127 641	17 278 675	2 238 061	128 000	-
Environmental Affairs	1 137 325	35 476 835	15 931 669	17 772 511	12 653 403
Communities and Development	3 858 229	-	143 508 962	-	-
Human Services	7 561 681	-	164 737 088	-	-
Transportation and Construction	25 089 672	183 801 060	4 830 947	-	-
Education	1 269 161 397	-	238 532 213	-	-
Public Safety	-	69 206 628	816 334	-	-
Manpower Affairs	-	-	108 164 770	-	-
Elder Affairs	-	-	21 517 442	-	-
Consumer Affairs	-	2 317 867	8 509	-	-
Energy Resources	-	-	2 205 493	-	-
Labor	-	-	502 656	-	-
Debt Service:					
Principal Retirement	-	51 097 209	-	5 379 657	6 255 077
Interest and Fiscal Charges	-	49 017 162	-	4 217 938	4 506 439
Total Expenditures	2 439 152 178	446 194 341	709 221 267	29 898 165	25 262 297
Excess (Deficiency) of Revenue Over Expenditures	(329 587 351)	18 151 348	46 535 450	(5 372 929)	(2 792 021)
Other Financing Sources (Uses):					
Operating Transfers In	75 000	13 099 798	-	5 809 714	3 546 014
Accounts Payable Balances Reverted	5 890 597	3 356 720	-	543 653	370 495
Operating Transfers Out	(75 000)	(28 429 821)	(22 437 418)	(1 774 730)	(1 911 453)
Transfer from:					
General Fund	57 806 154	115 153	-	-	-
Lottery Funds	310 290 562	-	-	-	-
Teachers Annuities	-	-	-	-	-
Local Aid	-	-	-	23 339 103	-
Accounts Receivable-Water Resources	-	-	-	-	-
Transfer to:					
Local Aid	-	-	-	-	-
Pension Reserve Fund	-	-	-	-	-
Metropolitan District Parks	(23 339 103)	-	-	-	-
State Assumption of MDC Parks Assess.	-	-	-	(23 339 103)	-
Total Other Financing Sources (Uses)	350 648 210	(11 858 150)	(22 437 418)	4 578 637	2 005 056
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	21 060 859	6 293 198	24 098 032	(794 292)	(786 965)
Fund Equity at Beginning of Year	46 360 982	69 587 487	48 035 332	1 536 703	786 965
Fund Equity at End of Year	\$ 67 421 841	\$ 75 880 685	\$ 72 133 364	\$ 742 411	\$ -

Metropolitan Water District	State Recreation Areas	Arts and State Lotteries	Other Special Revenue	Totals	
				1985	1984
\$ -	\$ -	\$ 3 583 042	\$ 385 122	\$2 388 948 072	\$2 119 751 871
21 082 905	17 108 653	-	2 270 069	85 423 410	96 801 238
-	-	-	1 305 102	774 695 251	650 650 903
2 831 693	5 412 790	827 259 475	29 646 656	1 037 418 285	689 115 969
78 527	50 495	-	562 939	1 755 195	7 644 677
<u>23 993 125</u>	<u>22 571 938</u>	<u>830 842 517</u>	<u>34 169 888</u>	<u>4 288 240 213</u>	<u>3 563 964 658</u>
-	-	-	724 767	193 597 011	162 875 280
-	-	-	-	4 922 756	4 819 661
-	-	-	-	1 077 565	609 653
1 107 225	952 730	514 313 880	381 091	1 232 944 354	981 440 333
-	-	-	-	2 627 705	2 499 534
-	-	-	509 986	509 986	338 697
-	640 000	-	11 406 076	294 818 453	249 996 112
10 424 361	18 726 264	-	7 571 717	119 694 085	137 241 410
-	-	-	-	147 367 191	146 133 984
-	-	-	-	172 298 769	114 068 886
-	-	-	2 758 006	216 479 685	211 617 343
-	-	-	-	1 507 693 610	1 369 592 412
-	-	-	-	70 022 962	63 599 270
-	-	-	-	108 164 770	98 405 047
-	-	-	-	21 517 442	21 451 853
-	-	-	-	2 326 376	1 908 047
-	-	-	-	2 205 493	1 254 727
-	-	-	-	502 656	223 888
6 255 821	3 373 492	-	1 434 812	73 796 068	73 761 947
6 027 553	3 061 952	-	4 278 922	71 109 966	67 112 380
<u>23 814 960</u>	<u>26 754 438</u>	<u>514 313 880</u>	<u>29 065 377</u>	<u>4 243 676 903</u>	<u>3 708 959 464</u>
178 165	(4 182 500)	316 528 637	5 104 511	44 563 310	(144 994 806)
301 619	578 911	-	135 794	23 546 850	29 815 826
827 665	389 942	-	140 688	11 519 760	7 024 802
(2 437 367)	(819 806)	-	(514 661)	(58 400 256)	(47 525 274)
-	-	-	-	57 921 307	144 836 222
-	-	-	-	310 290 562	170 216 943
-	-	-	-	-	26 000 000
-	-	-	-	23 339 103	-
862 941	-	-	-	862 941	-
-	-	(310 290 562)	-	(310 290 562)	(170 216 943)
-	-	-	-	-	(14 281 034)
-	-	-	-	(23 339 103)	-
-	-	-	-	(23 339 103)	-
<u>(445 142)</u>	<u>149 047</u>	<u>(310 290 562)</u>	<u>(238 179)</u>	<u>12 111 499</u>	<u>145 870 542</u>
(266 977)	(4 033 453)	6 238 075	4 866 332	56 674 809	875 736
<u>(3 384 768)</u>	<u>5 638 964</u>	<u>14 086 590</u>	<u>30 169 226</u>	<u>212 817 681</u>	<u>211 941 945</u>
<u><u>\$ (3 651 745)</u></u>	<u><u>\$ 1 605 511</u></u>	<u><u>\$ 20 324 665</u></u>	<u><u>\$35 035 558</u></u>	<u><u>\$ 269 492 490</u></u>	<u><u>\$ 212 817 681</u></u>

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL - LOCAL AID FUND

for the fiscal year ended June 30, 1985

46

	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1984 Actual
Revenue:				
Taxes	\$2 058 400 000	\$2 107 589 273	\$ 49 189 273	\$1 846 180 220
Departmental	1 174 232	1 213 134	38 902	7 311 288
Miscellaneous	762 420	762 420	-	-
Total Revenue	2 060 336 652	2 109 564 827	49 228 175	1 853 491 508
Expenditures:				
Judiciary	199 225 147	192 369 474	6 855 673	162 823 760
Treasurer and Receiver-General	701 824 076	676 846 759	24 977 317	609 039 935
Administration and Finance	249 982 151	263 127 641	(13 145 490)	227 052 821
Environmental Affairs	3 248 036	1 137 325	2 110 711	3 082 497
Communities and Development	3 504 253	3 858 229	(353 976)	2 007 604
Human Services	7 000 000	7 561 681	(561 681)	8 141 482
Transportation and Construction	25 089 673	25 089 672	1	25 076 604
Education	1 274 329 340	1 269 161 397	5 167 943	1 131 198 679
Total Expenditures	2 464 202 676	2 439 152 178	25 050 498	2 168 423 382
Excess (Deficiency) of Revenues Over Expenditures	(403 866 024)	(329 587 351)	74 278 673	(314 931 874)
Other Financing Sources (Uses):				
Operating Transfers In	75 000	75 000	-	-
Operating Transfers Out	-	(75 000)	(75 000)	(16 900)
Balances Reverted:				
Appropriations - Budgetary	2 593 000	-	(2 593 000)	-
Accounts Payable - Operational	4 832 000	5 890 597	1 058 597	3 604 615
Transfer from:				
General Fund	128 942 000	57 806 154	(71 135 846)	122 319 695
Lottery Funds	286 903 170	310 290 562	23 387 392	170 216 945
Teachers Annuities	-	-	-	26 000 000
Metropolitan District Parks	-	(23 339 103)	(23 339 103)	-
Total Other Financing Sources (Uses)	423 345 170	350 648 210	(72 696 960)	322 124 353
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	19 479 146	21 060 859	1 581 713	7 192 479
Fund Equity at Beginning of Year	46 360 982	46 360 982	-	39 168 503
Fund Equity at End of Year	\$ 65 840 128	\$ 67 421 841	\$ 1 581 713	\$ 46 360 982

COMMONWEALTH OF MASSACHUSETTS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL - HIGHWAY FUND

for the fiscal year ended June 30, 1985

47

	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1984 Actual
Revenues:				
Taxes	\$277 300 000	\$277 390 635	\$ 90 635	\$269 613 332
Assessments	200 000	1 112 479	912 479	250 015
Federal Grants and Reimbursements	17 000 000	17 633 432	633 432	11 763 296
Departmental	156 960 635	167 992 150	11 031 515	147 511 695
Miscellaneous	88 300	216 993	128 693	82 817
Total Revenues	451 548 935	464 345 689	12 796 754	429 221 155
Expenditures:				
Judiciary	367 200	275 968	91 232	-
Treasurer and Receiver-General	34 781 964	35 095 232	(313 268)	32 137 816
Auditor of the Commonwealth	2 537 640	2 627 705	(90 065)	2 499 534
Administration and Finance	16 661 466	17 278 675	(617 209)	12 744 596
Environmental Affairs	33 479 729	35 476 835	(1 997 106)	35 571 082
Transportation and Construction	204 490 075	183 801 060	20 689 015	179 189 908
Public Safety	62 218 685	69 206 628	(6 987 943)	62 752 864
Consumer Affairs	2 464 591	2 317 867	146 724	1 908 047
Debt Service:				
Principal Retirement	51 280 004	51 097 209	182 795	51 911 678
Interest and Fiscal Charges	49 061 011	49 017 162	43 849	50 165 026
Total Expenditures	457 342 365	446 194 341	11 148 024	428 880 551
Excess (Deficiency) of Revenue Over Expenditures	(5 793 430)	18 151 348	23 944 778	340 604
Other Financing Sources (Uses):				
Operating Transfers In	13 099 798	13 099 798	-	9 232 204
Operating Transfers Out	(30 101 000)	(28 429 821)	1 671 179	(20 751 104)
Balances Reverted:				
Appropriation - Budgetary	4 602 000	-	(4 602 000)	-
Accounts Payable - Operational	2 702 000	3 356 720	654 720	1 388 239
Transfer from:				
General Fund	18 458 000	115 153	(18 342 847)	22 516 527
Pension Reserve Fund	-	-	-	(15 644 300)
Total Other Financing Sources (Uses)	8 760 798	(11 858 150)	(20 618 948)	(1 258 434)
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	2 967 368	6 293 198	3 325 830	(917 830)
Fund Equity at Beginning of Year	69 587 487	69 587 487	-	70 505 317
Fund Equity at End of Year	\$ 72 554 855	\$ 75 880 685	\$ 3 325 830	\$ 69 587 487

COMMONWEALTH OF MASSACHUSETTS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
INLAND FISHERIES AND GAME FUND

48

for the fiscal year ended June 30, 1985

	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1984 Actual
Revenues:				
Taxes	\$ 400 000	\$ 385 122	\$ (14 878)	\$ 374 304
Federal Grants and Reimbursements	1 106 712	1 305 102	198 390	1 410 338
Departmental	3 737 745	4 329 775	592 030	3 786 985
Miscellaneous	4 765	3 694	(1 071)	4 686
Total Revenues	5 249 222	6 023 693	774 471	5 576 313
Expenditures:				
Treasurer and Receiver-General	351 680	381 092	(29 412)	338 026
Environmental Affairs	5 081 673	4 771 041	310 632	4 666 669
Debt Service:				
Principal Retirement	194 000	194 000	-	194 000
Interest and Fiscal Charges	33 232	33 232	-	44 592
Total Expenditures	5 660 585	5 379 365	281 220	5 243 287
Excess (Deficiency) of Revenue Over Expenditures	(411 363)	644 328	1 055 691	333 026
Other Financing Sources (Uses):				
Operating Transfers In	140 681	135 023	(5 658)	307 111
Operating Transfers Out	(613 000)	(283 825)	329 175	(754 888)
Balances Reverted:				
Appropriation - Budgetary	60 000	-	(60 000)	-
Accounts Payable - Operational	65 000	88 951	23 951	50 407
Transfer to:				
Pension Reserve Fund	-	-	-	(181 924)
Total Other Financing Sources (Uses)	(347 319)	(59 851)	287 468	(579 294)
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	(758 682)	584 477	1 343 159	(246 268)
Fund Equity at Beginning of Year	364 570	364 570	-	610 838
Fund Equity at End of Year	\$ (394 112)	\$ 949 047	\$ 1 343 159	\$ 364 570

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
METROPOLITAN PARKS DISTRICT FUND

for the fiscal year ended June 30, 1985

49

	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1984 Actual
Revenues:				
Assessments	\$22 024 289	\$ 22 024 289	\$ -	\$30 409 318
Departmental	2 186 025	2 424 423	238 398	2 202 812
Miscellaneous	110 000	76 524	(33 476)	139 428
Total Revenues	24 320 314	24 525 236	204 922	32 751 558
Expenditures:				
Treasurer and Receiver-General	467 090	2 400 059	(1 932 969)	2 057 282
Administration and Finance	128 000	128 000	-	-
Environmental Affairs	16 131 223	17 772 511	(1 641 288)	21 027 280
Debt Service:				
Principal Retirement	5 436 408	5 379 657	56 751	5 373 780
Interest and Fiscal Charges	4 664 200	4 217 938	446 262	4 323 943
Total Expenditures	26 826 921	29 898 165	(3 071 244)	32 782 285
Excess (Deficiency) of Revenue Over Expenditures	(2 506 607)	(5 372 929)	(2 866 322)	(30 727)
Other Financing Sources (Uses):				
Operating Transfers In	5 809 714	5 809 714	-	-
Operating Transfers Out	(2 379 000)	(1 774 730)	604 270	(1 641 693)
Balances Reverted:				
Appropriation - Budgetary	143 000	-	(143 000)	-
Accounts Payable - Operational	897 000	543 653	(353 347)	114 523
Accounts Receivable - Water Resources	-	23 339 103	23 339 103	-
State Assumption of MDC Parks Assessments	-	(23 339 103)	(23 339 103)	-
Total Other Financing Sources (Uses)	4 470 714	4 578 637	107 923	(1 527 170)
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	1 964 107	(794 292)	(2 758 399)	(1 557 897)
Fund Equity at Beginning of Year	1 536 703	1 536 703	-	3 094 600
Fund Equity at End of Year	\$ 3 500 810	\$ 742 411	\$ (2 758 399)	\$ 1 536 703

COMMONWEALTH OF MASSACHUSETTS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
METROPOLITAN SEWERAGE DISTRICT FUND

for the fiscal year ended June 30, 1985

50

	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1984 Actual
Revenues:				
Assessments	\$21 825 015	\$21 825 015	\$ -	\$26 654 217
Departmental	717 486	637 964	(79 522)	598 182
Miscellaneous	15 000	7 297	(7 703)	12 584
Total Revenues	<u>22 557 501</u>	<u>22 470 276</u>	<u>(87 225)</u>	<u>27 264 983</u>
Expenditures:				
Treasurer and Receiver-General	1 139 707	1 847 378	(707 671)	1 516 897
Environmental Affairs	12 485 368	12 653 403	(168 035)	20 607 993
Debt Service:				
Principal Retirement	6 255 077	6 255 077	-	6 259 032
Interest and Fiscal Charges	4 506 439	4 506 439	-	4 294 690
Total Expenditures	<u>24 386 591</u>	<u>25 262 297</u>	<u>(875 706)</u>	<u>32 678 612</u>
Excess (Deficiency) of Revenue Over Expenditures	(1 829 090)	(2 792 021)	(962 931)	(5 413 629)
Other Financing Sources (Uses):				
Operating Transfers In	3 546 014	3 546 014	-	6 589 175
Operating Transfers Out	(2 777 000)	(1 911 453)	865 547	(2 471 869)
Balances Reverted:				
Appropriation - Budgetary	299 000	-	(299 000)	-
Accounts Payable - Operational	299 000	370 495	71 495	634 238
Total Other Financing Sources (Uses)	<u>1 367 014</u>	<u>2 005 056</u>	<u>638 042</u>	<u>4 751 544</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	(462 076)	(786 965)	(324 889)	(662 085)
Fund Equity at Beginning of Year	<u>786 965</u>	<u>786 965</u>	<u>-</u>	<u>1 449 050</u>
Fund Equity at End of Year	<u>\$ 324 889</u>	<u>\$ -</u>	<u>\$(324 889)</u>	<u>\$ 786 965</u>

COMMONWEALTH OF MASSACHUSETTS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
METROPOLITAN WATER DISTRICT FUND

for the fiscal year ended June 30, 1985

51

	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1984 Actual
Revenues:				
Assessments	\$21 058 177	\$21 082 905	\$ 24 728	\$20 618 376
Departmental	3 247 872	2 831 693	(416 179)	3 052 080
Miscellaneous	15 000	78 527	63 527	6 992
Total Revenues	24 321 049	23 993 125	(327 924)	23 677 448
Expenditures:				
Treasurer and Receiver-General	606 250	1 107 225	(500 975)	822 587
Administration and Finance	-	-	-	127 000
Environmental Affairs	11 317 129	10 424 361	892 768	16 332 176
Debt Service:				
Principal Retirement	6 255 821	6 255 821	-	6 453 662
Interest and Fiscal Charges	5 961 437	6 027 553	(66 116)	6 145 566
Total Expenditures	24 140 637	23 814 960	325 677	29 880 991
Excess (Deficiency) of Revenue Over Expenditures	180 412	178 165	(2 247)	(6 203 543)
Other Financing Sources (Uses):				
Operating Transfers In	301 619	301 619	-	934 081
Operating Transfers Out	(3 996 000)	(2 437 367)	1 558 633	(3 010 295)
Balances Reverted:				
Appropriation - Budgetary	364 000	-	(364 000)	-
Accounts Payable - Operational	714 000	827 665	113 665	1 157 676
Accounts Receivable-Water Resources	-	862 941	862 941	-
Total Other Financing Sources (Uses)	(2 616 381)	(445 142)	2 171 239	(918 538)
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	(2 435 969)	(266 977)	2 168 992	(7 122 081)
Fund Equity at Beginning of Year	(3 384 768)	(3 384 768)	-	3 737 313
Fund Equity at End of Year	\$(5 820 737)	\$(3 651 745)	\$2 168 992	\$(3 384 768)

COMMONWEALTH OF MASSACHUSETTS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
MOSQUITO AND GREENHEAD FLY CONTROL FUND

for the fiscal year ended June 30, 1985

52

	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1984 Actual
Revenues:				
Assessments	\$2 270 069	\$2 270 069	\$ -	\$2 177 943
Departmental	210 018	210 018	-	235 039
Miscellaneous	-	9 145	9 145	1 331
Total Revenues	<u>2 480 087</u>	<u>2 489 232</u>	<u>9 145</u>	<u>2 414 313</u>
Expenditures:				
Administration and Finance	64 000	64 000	-	-
Environmental Affairs	2 843 786	2 497 109	346 677	2 359 797
Total Expenditures	<u>2 907 786</u>	<u>2 561 109</u>	<u>346 677</u>	<u>2 359 797</u>
Excess (Deficiency) of Revenue Over Expenditures	(427 699)	(71 877)	355 822	54 516
Other Financing Sources (Uses):				
Operating Transfers Out	(196 000)	(230 065)	(34 065)	(114 999)
Balances Reverted:				
Appropriation - Budgetary	36 000	-	(36 000)	-
Accounts Payable - Operational	39 000	49 400	10 400	38 696
Total Other Financing Sources (Uses)	<u>(121 000)</u>	<u>(180 665)</u>	<u>(59 665)</u>	<u>(76 303)</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	(548 699)	(252 542)	296 157	(21 787)
Fund Equity at Beginning of Year	<u>380 529</u>	<u>380 529</u>	<u>-</u>	<u>402 316</u>
Fund Equity at End of Year	<u>\$ (168 170)</u>	<u>\$ 127 987</u>	<u>\$296 157</u>	<u>\$ 380 529</u>

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
STATE RECREATION AREAS FUND

for the fiscal year ended June 30, 1985

53

	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1984 Actual
Revenues:				
Assessments	\$16 281 205	\$17 108 653	\$ 827 448	\$16 691 369
Departmental	5 732 340	5 412 790	(319 550)	5 778 694
Miscellaneous	67 113	50 495	(16 618)	61 191
Total Revenues	22 080 658	22 571 938	491 280	22 531 254
Expenditures:				
Treasurer and Receiver-General	879 199	952 730	(73 531)	845 065
Administration and Finance	640 000	640 000	-	-
Environmental Affairs	19 319 762	18 726 264	593 498	18 736 983
Debt Service:				
Principal Retirement	3 373 492	3 373 492	-	3 569 795
Interest and Fiscal Charges	3 061 952	3 061 952	-	2 138 563
Total Expenditures	27 274 405	26 754 438	519 967	25 290 406
Excess (Deficiency) of Revenue Over Expenditures	(5 193 747)	(4 182 500)	1 011 247	(2 759 152)
Other Financing Sources (Uses):				
Operating Transfers In	578 911	578 911	-	809 299
Operating Transfers Out	(1 404 000)	(819 806)	584 194	(1 152 119)
Balances Reverted:				
Appropriation - Budgetary	37 000	-	(37 000)	-
Accounts Payable - Operational	217 000	389 942	172 942	20 293
Transfer to:				
Pension Reserve Fund	-	-	-	(454 810)
Total Other Financing Sources (Uses)	(571 089)	149 047	720 136	(777 337)
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	(5 764 836)	(4 033 453)	1 731 383	(3 536 489)
Fund Equity at Beginning of Year	5 638 964	5 638 964	-	9 175 453
Fund Equity at End of Year	\$ (125 872)	\$ 1 605 511	\$1 731 383	\$ 5 638 964

COMMONWEALTH OF MASSACHUSETTS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
ANTI-TRUST LAW ENFORCEMENT FUND

for the fiscal year ended June 30, 1985

54

	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1984 Actual
Revenues:				
Departmental	<u>\$ 175 000</u>	<u>\$ 186 706</u>	<u>\$11 706</u>	<u>\$ 125 964</u>
Total Revenues	<u>175 000</u>	<u>186 706</u>	<u>11 706</u>	<u>125 964</u>
Expenditures:				
Attorney General	<u>411 061</u>	<u>409 992</u>	<u>1 069</u>	<u>338 229</u>
Total Expenditures	<u>411 061</u>	<u>409 992</u>	<u>1 069</u>	<u>338 229</u>
Excess (Deficiency) of Revenue Over Expenditures	(236 061)	(223 286)	12 775	(212 265)
Other Financing Sources (Uses):				
Balances Reverted:				
Appropriation - Budgetary	2 663	-	(2 663)	-
Accounts Payable - Operational	<u>2 337</u>	<u>2 337</u>	<u>-</u>	<u>16 115</u>
Total Other Financing Sources (Uses)	<u>5 000</u>	<u>2 337</u>	<u>(2 663)</u>	<u>16 115</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	(231 061)	(220 949)	10 112	(196 150)
Fund Equity at Beginning of Year	<u>155 111</u>	<u>155 111</u>	<u>-</u>	<u>351 261</u>
Fund Equity at End of Year	<u>\$ (75 950)</u>	<u>\$ (65 838)</u>	<u>\$10 112</u>	<u>\$ 155 111</u>

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
VICTIM AND WITNESS ASSISTANCE FUND

for the fiscal year ended June 30, 1985

55

	<u>1985 Budget</u>	<u>1985 Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>1984 Actual</u>
Revenues:				
Departmental	<u>\$1 070 000</u>	<u>\$2 286 512</u>	<u>\$1 216 512</u>	<u>\$137 056</u>
Total Revenues	<u>1 070 000</u>	<u>2 286 512</u>	<u>1 216 512</u>	<u>137 056</u>
Expenditures:				
Judiciary	<u>800 000</u>	<u>724 767</u>	<u>75 233</u>	<u>-</u>
Attorney General	<u>100 000</u>	<u>99 994</u>	<u>6</u>	<u>-</u>
Total Expenditures	<u>900 000</u>	<u>824 761</u>	<u>75 239</u>	<u>-</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>170 000</u>	<u>1 461 751</u>	<u>1 291 751</u>	<u>137 056</u>
Fund Equity at Beginning of Year	<u>137 056</u>	<u>137 056</u>	<u>-</u>	<u>-</u>
Fund Equity at End of Year	<u>\$ 307 056</u>	<u>\$1 598 807</u>	<u>\$1 291 751</u>	<u>\$137 056</u>

COMMONWEALTH OF MASSACHUSETTS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
ECONOMIC DEVELOPMENT FUND

56

for the fiscal year ended June 30, 1985

	1985 Budget	1985 Actual	Variance Favorable (Unfavorable)	1984 Actual
Revenues:				
Departmental	\$ -	\$ 7 681 843	\$ 7 681 843	\$ -
Miscellaneous	-	7 332 387	7 332 387	-
Total Revenues	-	15 014 230	15 014 230	-
Expenditures:				
Manpower Affairs	426 165	158 005	268 160	-
Total Expenditures	426 165	158 005	268 160	-
Excess (Deficiency) of Revenue Over Expenditures	(426 165)	14 856 225	15 282 390	-
Other Financing Sources (Uses):				
Operating Transfers In	-	137 734	137 734	-
Operating Transfers Out	-	-	-	-
Balances Reverted:				
Appropriation - Budgetary	-	-	-	-
Accounts Payable - Operational	-	-	-	-
Total Other Financing Sources (Uses)	-	137 734	137 734	-
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	(426 165)	14 993 959	15 420 124	-
Fund Equity at Beginning of Year	-	-	-	-
Fund Equity at End of Year	<u>\$(426 165)</u>	<u>\$14 993 959</u>	<u>\$15 420 124</u>	<u>\$ -</u>

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
NON-GAME WILDLIFE FUND

for the fiscal year ended June 30, 1985

57

	<u>1985 Budget</u>	<u>1985 Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>1984 Actual</u>
Revenues:				
Departmental	\$385 860	\$261 745	\$(124 115)	\$334 809
Miscellaneous	<u>3 300</u>	<u>2 898</u>	<u>(402)</u>	<u>3 261</u>
Total Revenues	<u>389 160</u>	<u>264 643</u>	<u>(124 517)</u>	<u>338 070</u>
Expenditures:				
Environmental	<u>297 436</u>	<u>192 159</u>	<u>105 277</u>	<u>-</u>
Total Expenditures	<u>297 436</u>	<u>192 159</u>	<u>105 277</u>	<u>-</u>
Excess (Deficiency) of Revenue Over Expenditures	91 724	72 484	(19 240)	-
Other Financing Sources (Uses):				
Operating Transfers In	-	771	771	-
Operating Transfers Out	<u>-</u>	<u>(771)</u>	<u>(771)</u>	<u>-</u>
Total Other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	91 724	72 484	(19 240)	338 070
Fund Equity at Beginning of Year	<u>338 070</u>	<u>338 070</u>	<u>-</u>	<u>-</u>
Fund Equity at End of Year	<u>\$429 794</u>	<u>\$410 554</u>	<u>\$ (19 240)</u>	<u>\$338 070</u>



**Capital & Other Projects Funds
Combining Financial Statements
Budgetary Basis**

COMMONWEALTH OF MASSACHUSETTS

COMBINING BALANCE SHEET - CAPITAL AND OTHER PROJECT FUNDS

for the fiscal year ended June 30, 1985

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	<u>General</u>	<u>Highway</u>	<u>Inland Fish. & Game</u>	<u>Metropolitan Parks District</u>	<u>Metropolitan Sewerage District</u>
Assets					
Cash and Short Term Investments	\$ 111 783 503	\$(216 339 166)	\$3 873	\$(5 410 085)	\$(24 774 265)
Investments (At Cost)	10 000 000	-	-	-	-
Receivables:					
Federal Reimbursements	-	-	-	-	-
Water Resources	-	-	-	-	24 774 265
Bonds Authorized-Unissued	1 660 687 453b	573 766 299b	68	89 958 511b	-
Total Assets	<u>\$1 782 470 956</u>	<u>\$ 357 427 133</u>	<u>\$3 941</u>	<u>\$84 548 426</u>	<u>\$ -</u>
Liabilities and Fund Equity					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Notes Payable	57 800 000	142 200 000	-	-	-
Total Liabilities	<u>57 800 000</u>	<u>142 200 000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Equity:					
Reserved:					
Reserve for Encumbrances	551 243 796	72 827 241	3 941	4 292 777	-
Reserve for Balances Forwarded	1 173 427 160	145 399 892	-	80 255 649	-
Unreserved:					
Designated Fund Balances	-	-	-	-	-
Undesignated Balances	-	(3 000 000)a	-	-	-
Total Fund Equity	<u>1 724 670 956</u>	<u>215 227 133</u>	<u>3 941</u>	<u>84 548 426</u>	<u>-</u>
Total Liabilities and Fund Equity	<u>\$1 782 470 956</u>	<u>\$ 357 427 133</u>	<u>\$3 941</u>	<u>\$84 548 426</u>	<u>\$ -</u>

a Cancellation of Bond Authorization Chapter 578, §.14, Acts of 1980.

b Excludes Bonds Authorized-Not Appropriated:

General	\$32 743 105
Highway	370 000
Metropolitan Parks District	4 750 000
State Recreation Areas	1 110 000
Government Land Bank	9 648 609

Metropolitan Water District	State Recreation Areas	Gen. Oblig. Federally Assisted Housing	Federal Capital Improvement	Federal Highway Construction	Totals	
					1985	1984
\$ (6 433 567)	\$ (6 020 620)	\$ -	\$ (8 337 494)	\$ 36 830 087	\$ (118 697 734)	\$ 36 552 115
-	-	-	-	-	10 000 000	10 000 000
-	-	-	8 533 320	14 961 257	23 494 577	23 288 757
6 433 567	-	-	-	-	31 207 832	-
-	85 020 627	3 447 383	-	-	2 412 880 341	2 366 127 682
<u>\$ -</u>	<u>\$79 000 007</u>	<u>\$3 447 383</u>	<u>\$ 195 826</u>	<u>\$ 51 791 344</u>	<u>\$2 358 885 016</u>	<u>\$2 935 968 554</u>
\$ -	\$ -	\$ -	\$ 145 255	\$ -	\$ 145 255	\$ -
-	-	-	-	-	200 000 000	200 000 000
-	-	-	145 255	-	200 145 255	200 000 000
-	8 287 041	-	26 457	265 991 563	902 672 816	653 685 949
-	70 712 966	3 447 383	24 114	259 422 759	1 732 689 923	2 679 803 687
-	-	-	-	-	-	-
-	-	-	-	(473 622 978)	(476 622 978)	(597 521 082)
-	79 000 007	3 447 383	50 571	51 791 344	2 158 739 761	2 735 968 554
<u>\$ -</u>	<u>\$79 000 007</u>	<u>\$3 447 383</u>	<u>\$ 195 826</u>	<u>\$ 51 791 344</u>	<u>\$2 358 885 016</u>	<u>\$2 935 968 554</u>

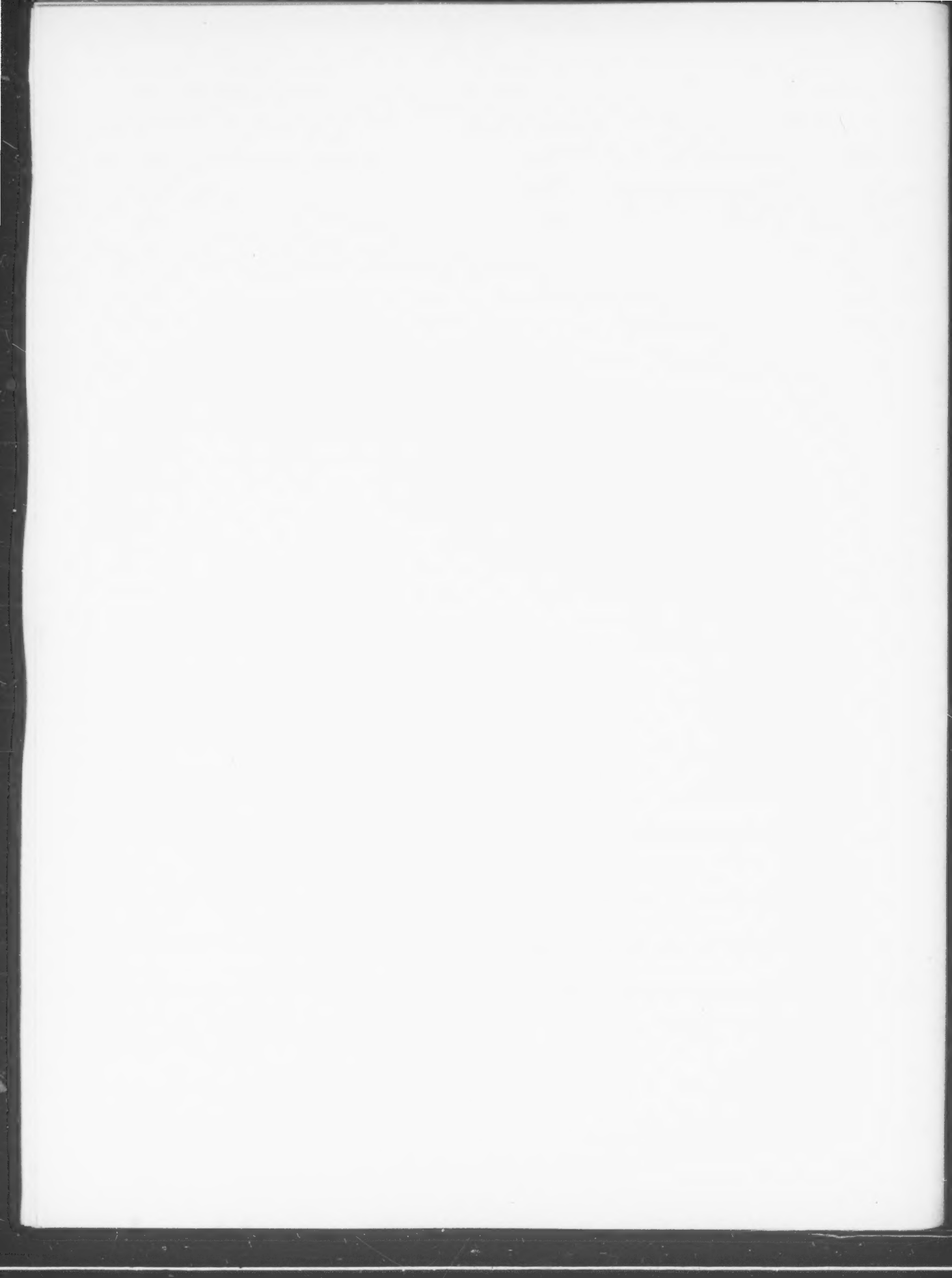
COMMONWEALTH OF MASSACHUSETTS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY - CAPITAL AND OTHER PROJECTS FUNDS
for the fiscal year ended June 30, 1985

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	<u>General</u>	<u>Highway</u>	<u>Inland Fisheries and Game</u>	<u>Metro. Parks District</u>	<u>Federal Capital Improve.</u>
Revenues:					
Fed. Grants and Reimbursements	\$ 150 379	\$ -	\$ -	\$ 205 273	\$ -
Departmental	256 133	-	-	-	-
Miscellaneous	-	-	-	-	-
Total Revenues	<u>406 512</u>	<u>-</u>	<u>-</u>	<u>205 273</u>	<u>-</u>
Expenditures:					
Legislature	850 270	-	-	-	-
Judiciary	765 344	-	-	-	-
Executive	2 761 337	-	-	-	-
Secretary of the Commonwealth	5 755 371	-	-	-	-
Treasurer and Receiver-General	2 790 000	-	-	-	-
Administration and Finance	51 259 757	-	-	-	-
Environmental Affairs	72 740 438	2 387 816	1 605	3 872 295	91 920
Communities and Development	49 422 769	-	-	-	53 335
Human Services	59 194 849	-	-	-	-
Transportation and Construction	11 449 729	72 689 069	-	-	-
Education	16 558 078	-	-	-	-
Public Safety	303 175	65 502	-	-	-
Economic Affairs	850 000	-	-	-	-
Energy Resources	1 000 100	-	-	-	-
Total Expenditures	<u>275 701 217</u>	<u>75 142 387</u>	<u>1 605</u>	<u>3 872 295</u>	<u>145 255</u>
Excess (Deficiency) of Revenue Over Expenditures	<u>(275 294 705)</u>	<u>(75 142 387)</u>	<u>(1 605)</u>	<u>(3 667 022)</u>	<u>(145 255)</u>
Other Financing Sources (Uses):					
Proceeds of Gen. Oblig. Bonds	286 061 569	-	-	-	-
Operating Transfers In	8 500	-	-	-	-
Accts. Pay. Balances Reverted	-	-	-	-	-
Operating Transfers Out	(2 196 439)	(45 766)	-	(14 050)	-
Increase (Decrease) in Bonds Auth. & Fed. Reim. Rec.	(259 129 733)	(59)	(11 500 000)	(2 728 848)	(168 403)
Receivable Water Resources	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>24 743 897</u>	<u>(46 825)</u>	<u>(11 500 000)</u>	<u>(2 742 898)</u>	<u>(168 403)</u>
Excess (Deficiency) of Rev. and Other Financing Sources Over Expenditures and Other Uses	<u>(250 550 808)</u>	<u>(75 189 212)</u>	<u>(11 501 605)</u>	<u>(6 409 920)</u>	<u>(313 658)</u>
Fund Equity at Beginning of Year	<u>1 975 221 764</u>	<u>290 416 345</u>	<u>11 505 546</u>	<u>90 958 346</u>	<u>364 229</u>
Fund Equity at End of Year	<u>\$1 724 670 956</u>	<u>\$215 227 133</u>	<u>\$ 3 941</u>	<u>\$84 548 426</u>	<u>\$ 50 571</u>

Metropolitan Sewerage District	Metropolitan Water District	State Recreation Areas	Gen. Oblig. Federally Assisted Housing	Federal Highway Construction	Totals	
					1985	1984
\$ 3 193 974 1 914 613 -	\$ 85 680 314 927 -	\$ - - -	\$ - - -	\$120 523 880 - -	\$ 124 159 186 2 485 673 -	\$ 117 543 893 1 166 836 51 692
<u>5 108 587</u>	<u>400 607</u>	<u>-</u>	<u>-</u>	<u>120 523 880</u>	<u>126 644 859</u>	<u>118 762 421</u>
-	-	-	-	-	850 270	662 820
-	-	-	-	-	765 344	210 070
-	-	-	-	-	2 761 337	437 534
-	-	-	-	-	5 755 371	4 240 565
-	-	-	-	-	2 790 000	-
44 230 218	7 956 128	7 014 464	-	-	51 259 757	41 524 939
-	-	-	-	-	138 294 884	92 842 082
-	-	-	-	-	49 422 769	49 182 201
-	-	-	-	-	59 248 184	35 761 225
-	-	-	-	168 603 759	252 742 557	225 864 614
-	-	-	-	-	16 558 078	17 039 366
-	-	-	-	-	368 677	67 629
-	-	-	-	-	850 000	250 000
-	-	-	-	-	1 000 100	1 408 551
<u>44 230 218</u>	<u>7 956 128</u>	<u>7 014 464</u>	<u>-</u>	<u>168 603 759</u>	<u>582 667 328</u>	<u>469 491 596</u>
(39 121 631)	(7 555 521)	(7 014 464)	-	(48 079 879)	(456 022 469)	(350 729 175)
10 800 000 1 345 223 -	4 500 000 - -	- 169 327 -	- - -	- - -	301 361 569 1 523 050 -	381 694 730 104 000 000 12 761
-	-	-	-	-	(2 257 255)	(124 270 285)
(103 569 798) 24 774 265	(79 554 222) 6 433 567	3 235 319 -	- -	374 224 -	(453 041 520) 31 207 832	634 865 661 -
<u>(66 650 310)</u>	<u>(68 620 655)</u>	<u>3 404 646</u>	<u>-</u>	<u>374 224</u>	<u>(121 206 324)</u>	<u>996 302 867</u>
(105 771 941)	(76 176 176)	(3 609 818)	-	(47 705 655)	(577 228 793)	645 573 692
<u>105 771 941</u>	<u>76 176 176</u>	<u>82 609 825</u>	<u>3 447 383</u>	<u>99 496 999</u>	<u>2 735 968 554</u>	<u>2 090 394 862</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$79 000 007</u>	<u>\$3 447 383</u>	<u>\$ 51 791 344</u>	<u>\$2 158 739 761</u>	<u>\$2 735 968 554</u>



**Fiduciary Funds
Combining Financial Statements
Budgetary Basis**

COMMONWEALTH OF MASSACHUSETTS

COMBINING BALANCE SHEET - NON-EXPENDABLE TRUST, PENSION TRUST, AND AGENCY FUNDS

for the fiscal year ended June 30, 1985

Assets	Non-Expendable Trust Funds	Pension Reserve Funds	State Employees Annuities	State Employees Ret. Military Accumulation	Teachers Annuities	Teachers Ret. Military Accumulation	Unemployment Compensation Fund	Metropolitan District Trust Funds
Cash and Short-Term Investments	\$5,834,917	\$148,264,414	\$ (31,058,207)	\$12,435	\$ 25,279,511	\$1,086,362	\$867,371,013	\$1,671,617
Investments (At Market)	-	547,206,771	1,272,584,472	-	1,514,616,396	-	-	-
Securities on Deposit	-	-	-	-	-	-	-	-
Receivables:	-	-	-	-	-	-	-	-
Due from Cities and Towns	-	-	-	-	-	-	-	-
Total Assets	<u>\$5,834,917</u>	<u>\$695,471,185</u>	<u>\$1,241,526,175</u>	<u>\$12,435</u>	<u>\$1,539,895,907</u>	<u>\$1,086,362</u>	<u>\$867,371,013</u>	<u>\$1,671,617</u>
Liabilities and Fund Equity								
Liabilities:								
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$867,371,013	\$ -
Notes Payable	-	-	-	-	-	-	-	-
Liabilities Due Depositors	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-	<u>867,371,013</u>	-
Fund Equity:								
Reserved:								
Reserve for Encumbrances	-	-	-	-	-	-	-	-
Unreserved:								
Designated Fund Balances	5,834,917	695,471,185	1,241,526,175	12,435	1,539,895,907	1,086,362	-	1,671,617
Total Fund Equity	<u>5,834,917</u>	<u>695,471,185</u>	<u>1,241,526,175</u>	<u>12,435</u>	<u>1,539,895,907</u>	<u>1,086,362</u>	-	<u>1,671,617</u>
Total Liabilities and Fund Equity	<u>\$5,834,917</u>	<u>\$695,471,185</u>	<u>\$1,241,526,175</u>	<u>\$12,435</u>	<u>\$1,539,895,907</u>	<u>\$1,086,362</u>	<u>\$867,371,013</u>	<u>\$1,671,617</u>

COMMONWEALTH OF MASSACHUSETTS

COMBINING BALANCE SHEET - NON-EXPENDABLE TRUST, PENSION TRUST, AND AGENCY FUNDS

for the fiscal year ended June 30, 1985

Assets	Agency Funds	Insurance Deposit Fund	Special Deposit Fund	Suspense Funds	Hous. Auth. Bonds Sinking Fund	Authorities Deficiency Fund	Federal Insurance Contribution	Totals	
								1985	1984
Cash and Short-Term Investments	\$8 503 851	\$ 16 780	\$ 20 070	\$47 565 624	\$6 103 097	\$ 4 013 260	\$8 696	\$1 084 693 550	\$ 951 484 525
Investments (At Market)	-	-	-	-	-	-	-	\$ 334 407 636	2 192 012 466
Securities on Deposit	-	481 005 712	11 616 905	-	-	-	-	492 622 617	438 077 285
Receivables:	-	-	-	-	-	-	-	-	-
Due from Cities and Towns	-	-	-	-	-	97 000 000	-	97 000 000	92 000 000
Total Assets	\$8 503 851	\$481 022 492	\$11 636 975	\$47 565 624	\$6 103 097	\$101 013 260	\$8 696	\$5 008 723 606	\$3 673 574 276
Liabilities and Fund Equity									
Liabilities:									
Accounts Payable	\$8 503 851	\$ -	\$ -	\$47 565 624	\$ -	\$ -	\$8 696	\$ 923 449 184	\$ 714 697 262
Notes Payable	-	-	-	-	-	97 000 000	-	97 000 000	92 000 000
Liabilities Due Depositors	-	481 022 492	11 636 975	-	6 103 097	-	-	498 762 564	443 755 408
Total Liabilities	8 503 851	481 022 492	11 636 975	47 565 624	6 103 097	97 000 000	8 696	1 519 211 748	1 250 452 670
Fund Equity:									
Reserved:									
Reserve for Encumbrances	-	-	-	-	-	-	-	-	-
Unreserved:									
Designated Fund Balances	-	-	-	-	-	4 013 260	-	3 489 511 858	2 423 121 606
Total Fund Equity	-	-	-	-	-	4 013 260	-	3 489 511 858	2 423 121 606
Total Liabilities and Fund Equity	\$8 503 851	\$481 022 492	\$11 636 975	\$47 565 624	\$6 103 097	\$101 013 260	\$8 696	\$5 008 723 606	\$3 673 574 276

COMMONWEALTH OF MASSACHUSETTS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY
NON-EXPENDABLE TRUST, PENSION TRUST, AND AGENCY FUNDS

for the fiscal year ended June 30, 1985

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	Non- Expendable Trust Funds	Pension Reserve Funds	State Employees Annuities	State Employees Ret. Military Accumulation
Revenues:				
Departmental	\$ -	\$ -	\$ -	\$ -
Employee Contributions	-	-	56 238 341	-
Investment Earnings (Loss)	-	166 683 823	302 132 180	-
Total Revenues	<u>-</u>	<u>166 683 823</u>	<u>358 370 521</u>	<u>-</u>
Expenditures:				
Education	-	-	-	-
Other Governmental Charges	-	24 856	61 666 097	-
Total Expenditures	<u>-</u>	<u>24 856</u>	<u>61 666 097</u>	<u>-</u>
Excess (Deficiency) of Revenue Over Expenditures	-	166 658 967	296 704 424	-
Other Financing Sources (Uses):				
Adjustments and Reserves In (Out)	-	-	-	-
Transfer from:				
General Fund	-	170 691 210	-	-
Other Funds (Out)	-	-	700 557	-
Transfer to:				
Local Aid	-	-	-	-
Other Funds	-	-	(235 861)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>170 691 210</u>	<u>464 696</u>	<u>-</u>
Excess (Deficiency) of Revenue and Other Financing Sources Over Expenditures and Other Uses	-	337 350 177	297 169 120	-
Fund Equity at Beginning of Year	5 834 917	416 356 811	1 152 264 598	12 435
Adjustment for Cumulative Effect on Prior Years of Applying Retroactively the New Method of Accounting for Pension Trust Fund Investments (Note 4)	<u>-</u>	<u>(58 235 803)</u>	<u>(207 907 543)</u>	<u>-</u>
Fund Equity at Beginning of Year as Adjusted	<u>5 834 917</u>	<u>358 121 008</u>	<u>944 357 055</u>	<u>12 435</u>
Fund Equity at End of Year	<u>\$5 834 917</u>	<u>\$695 471 185</u>	<u>\$1 241 526 175</u>	<u>\$12 435</u>

Teachers Annuities	Teachers Ret. Military Accumulation	Metropolitan District Trust Funds	Authorities Deficiency Fund	Totals	
				1985	1984
\$ -	\$ -	\$ 200 439	\$241 031 785	\$ 241 232 224	\$ 252 683 863
59 980 925	6 222	-	-	116 225 488	100 499 622
420 827 368	102 770	-	-	889 746 141	(41 915 693)
<u>480 808 293</u>	<u>108 992</u>	<u>200 439</u>	<u>241 031 785</u>	<u>1 247 203 853</u>	<u>311 267 792</u>
52 608 300	5 456	-	-	52 613 756	43 816 806
-	-	32 748	242 167 354	303 891 055	261 664 782
<u>52 608 300</u>	<u>5 456</u>	<u>32 748</u>	<u>242 167 354</u>	<u>356 504 811</u>	<u>305 481 588</u>
428 199 993	103 536	167 691	(1 135 569)	890 699 042	5 786 204
-	-	-	5 000 000	5 000 000	2 000 000
-	-	-	-	170 691 210	90 680 966
235 861	-	-	-	936 418	14 281 034
-	-	-	-	-	(26 000 000)
(700 557)	-	-	-	(936 418)	-
<u>(464 696)</u>	<u>-</u>	<u>-</u>	<u>5 000 000</u>	<u>175 691 210</u>	<u>80 962 000</u>
427 735 297	103 536	167 691	3 864 431	1 066 390 252	86 748 204
1 390 618 517	982 826	1 503 926	148 829	2 967 722 859	2 470 573 435
(278 457 907)	-	-	-	(544 601 253)	(134 200 033)
<u>1 112 160 610</u>	<u>982 826</u>	<u>1 503 926</u>	<u>148 829</u>	<u>2 423 121 606</u>	<u>2 336 373 402</u>
<u>\$1 539 895 907</u>	<u>\$1 086 362</u>	<u>\$1 671 617</u>	<u>\$ 4 013 260</u>	<u>\$3 489 511 858</u>	<u>\$2 423 121 606</u>

Combining Balance Sheets GAAP Basis

The Special Revenue Other grouping combines Freight Rail, Passenger Rail, Inland Fisheries and Game, J.F.K. Library and Park, Anti-Trust Enforcement, Government Land Bank, Non-Game Wildlife, Economic Development, Victim and Witness Assistance, Mosquito and Greenhead Fly Control, and Federally Assisted Housing Funds.

COMBINING BALANCE SHEET (UNAUDITED) - GAAP BASIS - SPECIAL REVENUE FUNDS

June 30, 1985

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	<u>Local Aid Fund</u>	<u>Highway</u>	<u>Federal In-Aid Grants</u>	<u>Metropolitan Parks District</u>
<u>Assets</u>				
Cash and Short-Term Investments	\$ 99 529 031	\$ 91 848 146	\$ 72 385 028	\$2 418 217
Receivables, Net of Allowance for Uncollectibles:				
Taxes	2 123 801	1 464 264	-	-
Due from Federal Government	-	6 195 774	21 950 556	-
Other Receivables	-	2 467 500	12 652 824	19 595
Advances to Cities and Towns	5 871 027	-	-	-
Total Assets	<u>\$107 523 859</u>	<u>\$101 975 684</u>	<u>\$106 988 408</u>	<u>\$2 437 812</u>
<u>Liabilities and Fund Equity</u>				
Liabilities:				
Accounts Payable	\$ 22 654 885	\$ 19 874 012	\$ 37 938 642	\$ 24 087
Other Accrued Liabilities	214 222	14 910 895	6 372 946	-
Deferred Revenue	-	2 742 479	12 989 215	-
Total Liabilities	<u>22 869 107</u>	<u>37 527 386</u>	<u>57 300 803</u>	<u>24 087</u>
Fund Equity (Deficit):				
Fund Balances (Deficit):				
Reserved for:				
Encumbrances	21 382 794	57 409 021	7 825 073	353 705
Advances to Cities and Towns	5 871 027	-	-	-
Unreserved:				
Designated for Continuing Accounts	30 597 564	11 789 273	34 230 775	388 706
Designated for Specific Purpose	7 314 224	256 500	-	-
Undesignated	19 489 143	(5 006 496)	7 631 757	1 671 314
Total Fund Equity (Deficit)	<u>84 654 752</u>	<u>64 448 298</u>	<u>49 687 605</u>	<u>2 413 725</u>
Total Liabilities and Fund Equity	<u>\$107 523 859</u>	<u>\$101 975 684</u>	<u>\$106 988 408</u>	<u>\$2 437 812</u>

<u>Metropolitan Sewerage District</u>	<u>Metropolitan Water District</u>	<u>State Recreation Areas</u>	<u>Arts and State Lotteries</u>	<u>Other Special Revenue</u>	<u>Total Special Revenue Funds</u>
\$(19 022 916)	\$(3 505 327)	\$3 701 500	\$ (295 836)	\$35 158 634	\$282 216 477
-	-	-	143 849	2 050	3 733 964
-	-	-	-	217 288	28 363 618
19 542 270	1 321 067	10 417	32 441 333	1 258 910	69 713 916
-	-	-	-	-	5 871 027
<u>\$ 519 354</u>	<u>\$(2 184 260)</u>	<u>\$3 711 917</u>	<u>\$32 289 346</u>	<u>\$36 636 292</u>	<u>\$389 899 002</u>
\$ 42 860	\$ 192 456	\$ 40 066	\$ 891 129	\$ 674 971	\$ 82 333 108
-	-	-	-	4 711	21 502 774
-	380	-	4 853 996	5 000	20 591 070
<u>42 860</u>	<u>192 836</u>	<u>40 066</u>	<u>5 745 125</u>	<u>684 682</u>	<u>124 426 952</u>
-	-	701 755	-	8 550 370	96 222 718
-	-	-	-	-	5 871 027
-	-	1 311 353	-	1 817 518	80 135 189
-	-	-	20 374 665	-	27 895 389
476 494	(2 377 096)	1 658 743	6 219 556	25 584 312	55 347 727
<u>476 494</u>	<u>(2 377 096)</u>	<u>3 671 851</u>	<u>26 544 221</u>	<u>35 952 200</u>	<u>265 472 050</u>
<u>\$ 519 354</u>	<u>\$(2 184 260)</u>	<u>\$3 711 917</u>	<u>\$32 289 346</u>	<u>\$36 636 882</u>	<u>\$389 899 002</u>

COMMONWEALTH OF MASSACHUSETTS

COMBINING BALANCE SHEET (UNAUDITED) - GAAP BASIS - CAPITAL AND OTHER PROJECTS FUNDS

June 30, 1985

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	<u>General</u>	<u>Highway</u>	<u>Inland Fisheries and Game</u>	<u>Metropolitan Parks District</u>
<u>Assets</u>				
Cash and Short-Term Investments	\$113 230 918	\$(214 283 918)	\$3 873	\$(5 408 211)
Investments (at cost)	10 000 000	-	-	-
Receivables, Net of Allowance for Uncollectibles:				
Due from Federal Government	-	-	-	-
Other Receivables	45 141	-	-	-
Total Assets	<u>\$123 276 059</u>	<u>\$(214 283 918)</u>	<u>\$3 873</u>	<u>\$(5 408 211)</u>
<u>Liabilities and Fund Equity</u>				
Liabilities:				
Accounts Payable	\$ 32 840 630	\$ 11 504 785	\$ -	\$ 3 846 699
Other Accrued Liabilities	-	-	-	-
Deferred Revenue	24 023	-	-	-
Bonds and Notes Payable	57 800 000	142 200 000	-	-
Total Liabilities	<u>90 664 653</u>	<u>153 704 785</u>	<u>-</u>	<u>3 846 699</u>
Fund Equity (Deficit):				
Fund Balances (Deficit):				
Reserved for:				
Encumbrances	39 219 301	(9 449 537)	3 873	(1 255 637)
Unreserved:				
Designated for Continuing Accounts	(6 469 191)	-	-	(2 589 188)
Undesignated	(138 704)	(358 539 166)	-	(5 410 085)
Total Fund Equity (Deficit)	<u>32 611 406</u>	<u>(367 988 703)</u>	<u>3 873</u>	<u>(9 254 910)</u>
Total Liabilities and Fund Equity	<u>\$123 276 059</u>	<u>\$(214 283 918)</u>	<u>\$3 873</u>	<u>\$(5 408 211)</u>

<u>Metropolitan Sewerage District</u>	<u>Metropolitan Water District</u>	<u>State Recreation Areas</u>	<u>Federal Capital Improvement</u>	<u>Federal Highway Construction</u>	<u>Total Capital and Other Projects Funds</u>
\$(24 489 708)	\$(6 433 567)	\$(5 844 991)	\$(8 337 494)	\$ 29 121 386	\$(122 441 712)
-	-	-	-	-	10 000 000
-	-	-	8 533 320	95 606 079	104 139 399
24 774 265	6 433 567	-	-	1 611 968	32 864 941
<u>\$ 284 557</u>	<u>\$ -</u>	<u>\$(5 844 991)</u>	<u>\$ 195 826</u>	<u>\$ 126 339 433</u>	<u>\$ 24 562 628</u>
\$ 284 557	\$ -	\$ 696 364	\$ -	\$ 35 752 902	\$ 84 925 937
-	-	-	-	378 417	378 417
-	-	-	-	17 005 505	17 029 528
-	-	-	-	-	200 000 000
<u>284 557</u>	<u>-</u>	<u>696 364</u>	<u>-</u>	<u>53 136 824</u>	<u>302 333 882</u>
-	-	(520 735)	26 457	233 318 816	261 342 538
-	-	-	24 114	259 422 759	250 388 494
-	-	(6 020 620)	145 255	(419 538 966)	(789 502 286)
-	-	<u>(6 541 355)</u>	<u>195 826</u>	<u>73 202 609</u>	<u>(277 771 254)</u>
<u>\$ 284 557</u>	<u>\$ -</u>	<u>\$(5 844 991)</u>	<u>\$ 195 826</u>	<u>\$ 126 339 433</u>	<u>\$ 24 562 628</u>

June 30, 1985

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	Non-Expendable Trust Funds	Pension Reserve Funds	State Employees Annuities	State Employees Ret. Mil. Accumulation
Assets				
Cash and Short-Term Investments	\$ 10 380 939	\$173 967 717	\$ (5 067 986)	\$12 435
Investments (at market)	-	547 206 771	1 272 584 472	-
Securities on Deposit	-	-	-	-
Receivables, Net of Allowance for Uncollectibles:				
Taxes	-	-	-	-
Other Receivables	3 799 214	(22 403 303)	9 431 927	-
Investments of Deferred Compensation Plan	128 619 386	-	-	-
Total Assets	<u>\$142 799 539</u>	<u>\$698 771 185</u>	<u>\$1 276 948 413</u>	<u>\$12 435</u>
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$ 3 421	\$ 3 300 000	\$ 35 422 238	\$ -
Other Accrued Liabilities	-	-	-	-
Liabilities Due Depositors	-	-	-	-
Bonds and Notes Payable	-	-	-	-
Total Liabilities	<u>3 421</u>	<u>3 300 000</u>	<u>35 422 238</u>	<u>-</u>
Fund Equity (Deficit):				
Fund Balances (Deficit):				
Unreserved:				
Designated for Specific Purpose	142 796 118	695 471 185	1 241 526 175	12 435
Total Fund Equity (Deficit)	<u>142 796 118</u>	<u>695 471 185</u>	<u>1 241 526 175</u>	<u>12 435</u>
Total Liabilities and Fund Equity	<u>\$142 799 539</u>	<u>\$698 771 185</u>	<u>\$1 276 948 413</u>	<u>\$12 435</u>

<u>Teacher's Annuities</u>	<u>Teacher's Ret. Military Accumulation</u>	<u>Metropolitan District Trust Funds</u>	<u>Agency Funds</u>	<u>Insurance Deposit Funds</u>	<u>Special Deposit Funds</u>	<u>Suspense Funds</u>
\$ (114 103) 1 514 616 396 -	\$1 086 362 -	\$1 656 516 -	\$33 050 083 -	\$ 16 780 481 005 712	\$ 20 070 11 616 905	\$45 501 986 -
- 60 865 602 -	- 25 584 -	- 15 101 -	64 428 6 391 176 -	- - -	- - -	- 2 076 527 -
<u>\$1 575 367 895</u>	<u>\$1 111 946</u>	<u>\$1 671 617</u>	<u>\$39 505 687</u>	<u>\$481 022 492</u>	<u>\$11 636 975</u>	<u>\$47 578 513</u>
\$ 35 471 988 - -	\$ - - -	\$ - - -	\$ 8 596 132 360 30 909 195 -	\$ - - 481 022 492 -	\$ - - 11 636 975 -	\$47 578 513 - - -
<u>35 471 988</u>	<u>-</u>	<u>-</u>	<u>39 505 687</u>	<u>481 022 492</u>	<u>11 636 975</u>	<u>47 578 513</u>
1 539 895 907 1 539 895 907 <u>\$1 575 367 895</u>	1 111 946 1 111 946 <u>\$1 111 946</u>	1 671 617 1 671 617 <u>\$1 671 617</u>	- - <u>\$39 505 687</u>	- - <u>\$481 022 492</u>	- - <u>\$11 636 975</u>	- - <u>\$47 578 513</u>

COMMONWEALTH OF MASSACHUSETTS

COMBINING BALANCE SHEET (UNAUDITED) - GAAP BASIS - NON-EXPENDABLE TRUST, PENSION TRUST, AND AGENCY FUNDS

June 30, 1985

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	Housing Author. Bond Sinking Fund	Authorities Deficiency Fund	Federal Insurance Contribution	Non-Expendable Trust, Pension Trust & Agency Funds Totals
Assets				
Cash and Short-Term Investments	\$6 103 097	\$ 3 738 240	\$8 696	\$ 270 360 832
Investments (at market)	-	-	-	3 334 407 639
Securities on Deposit	-	-	-	492 622 617
Receivables, Net of Allowance for Uncollectibles:				
Taxes	-	-	-	64 428
Other Receivables	-	97 442 700	-	157 644 528
Investments of Deferred Compensation Plan	-	-	-	128 619 386
Total Assets	\$6 103 097	\$101 180 940	\$8 696	\$4 383 719 430
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$ -	\$ 167 680	\$8 696	\$ 130 548 668
Other Accrued Liabilities	-	-	-	360
Liabilities Due Depositors	6 103 097	-	-	529 671 759
Bonds and Notes Payable	-	97 000 000	-	97 000 000
Total Liabilities	6 103 097	97 167 680	8 696	757 220 787
Fund Equity (Deficit):				
Fund Balances (Deficit):				
Unreserved:				
Designated for Specific Purpose	-	4 013 260	-	3 626 498 643
Total Fund Equity (Deficit)	-	4 013 260	-	3 626 498 643
Total Liabilities and Fund Equity	\$6 103 097	\$101 180 940	\$8 696	\$4 383 719 430

**Debt Service
Section**

STATE DEBT - ANALYSIS OF ACTIVITY

for the fiscal year Ended June 30, 1965

80

State Debt, July 1, 1984:

Long-Term Debt	\$3 345 999 638
Temporary Notes	292 000 000
Total State Debt	\$3 637 999 638

Increased by Issue of -

Serial Bonds:

Water Pollution Control, Acts of 1966	16 500 000
Water Pollution Control, Acts of 1970	12 384 933
Drinking Water Facilities, Acts of 1978	17 400 000
Water Supply System Rehabilitation, Acts of 1979	7 300 000
Civic and Convention Center, Acts of 1980	9 999 945
Parking Facilities Reimbursement, Acts of 1980	10 000 000
Intercity Bus Capital Assistance, Acts of 1981	1 000 000
Family Public Housing Production, Acts of 1983	17 000 000
Elderly Public Housing Production, Acts of 1983	20 000 000
Public Housing Modernization and Renovation, Acts of 1983	23 000 000
Capital Outlay, County Correctional Facilities Acts of 1982 c.347 §3	57 300 000
Capital Outlay, County Correctional Facilities Acts of 1982 c.347 §8	22 900 000
Capital Outlay, Acts of 1983	54 876 730
Capital Outlay, Repair, Acts of 1983	4 999 961
Metropolitan Sewerage, Acts of 1970	10 800 000
Metropolitan Water District Additional, Acts of 1970	1 000 000
Metropolitan Water District, Acts of 1976	800 000
Metropolitan Water District, Acts of 1979	1 200 000
Metropolitan Water Loan, Acts of 1980	1 500 000
Open Space Preservation, Acts of 1981	5 200 000
Open Space Preservation, Acts of 1982	6 200 000
Total Serial Bond Issues	301 361 569

Temporary Notes:

Massachusetts Bay Transportation Authority	97 000 000
Total State Debt, July 1, 1985	4 036 361 207

Decreased by Redemption of -

Serial Bonds	222 714 271
Temporary Notes	92 000 000
Total Decrease in Debt	(314 714 271)

State Debt, June 30, 1985:

Long-Term Debt	3 424 646 936
Temporary Notes	297 000 000
Total State Debt, June 30, 1985	\$3 721 646 936

COMMONWEALTH OF MASSACHUSETTS

STATE DEBT - UNISSUED BONDS AND NOTES

as of June 30, 1985

81

 The bonds and notes authorized which have not been issued as of June 30, 1985 are as follow:

General Fund Loans:

Capital Outlay, Act of 1968	\$ 592 737
Capital Outlay, Act of 1971	8 098 787
Capital Outlay, Act of 1973	3 646 404
Capital Outlay, Act of 1974	15 365 695
Capital Outlay, Act of 1976	11 906 653
Capital Outlay, Act of 1977	5 406 958
Capital Outlay, Act of 1978	17 558 589
Capital Outlay, Act of 1979	39 048 477
Capital Outlay, Act of 1979	1 900 000
Capital Outlay, Act of 1980	78 702 343
Capital Outlay, Consent Decree, Act of 1980	2 675 026
Capital Outlay, Correctional, Act of 1982	8 591 500
Capital Outlay, County Correctional, Act of 1982	27 100 000
Capital Outlay, Repair, Act of 1983	77 504 474 a
Capital Outlay, Equipment, Act of 1983	26 009 400 a
Capital Outlay, Act of 1983	162 065 606
Capital Outlay, Renovation, Act of 1983	128 404 600
Special Capital Outlay, Act of 1964	4 204
Special Capital Outlay, Act of 1965	7 375
Airport Capital Outlay, Act of 1973	204 624
Airport Capital Outlay, Act of 1979	1 050 000
Airport Capital Outlay, Act of 1981	1 100 000
Capital Outlay Energy, Act of 1979	1 799 945
Alternate Energy Development, Act of 1979	3 390 000
Energy Conservation, Act of 1979	4 291 300
Energy Conservation, Act of 1983	25 000 000
Public Housing-Modernization and Renovation, Act of 1970	11 682 023
Public Housing-Modernization and Renovation, Act of 1983	42 000 000
Public Housing-Clearance and Disposition, Act of 1973	5 400 000
Public Housing-Clearance and Disposition, Act of 1983	10 000 000
General Obligation Public Housing, Act of 1976	45 608 110
Neighborhood Housing, Act of 1980	845
Family Public Housing, Act of 1983	23 000 000
Elderly Public Housing, Act of 1983	46 600 000
Handicapped Housing, Act of 1983	15 000 000
Land Acquisition, Act of 1983	76 750 000 a
Word and Data Processing Equipment, Act of 1983	38 990 400
State Government Center, Act of 1971	85 200
Civic and Convention Center, Act of 1980	17 038 998
State Armory, Act of 1982	6 590 000
State Office Building, Act of 1982	3 000 000
Parking Facility, Act of 1980	38 600 000
Tourist Center, Act of 1983	2 000 000
Mobility Assistance, Act of 1983	1 000 000
Mass. Technical Park Corporation, Act of 1983	20 000 000
Water Pollution Control, Act of 1966	11 800 000
Water Pollution Control, Act of 1970	41 279 780
Water Pollution Control, Act of 1982	333 250 000
Shore Protection and River and Harbor, Act of 1968	135 000
Shore Protection and River and Harbor, Act of 1970	1 000 000
Shore Protection and River and Harbor, Act of 1973	970 000
Environmental Assistance, Act of 1984	5 900 000 a
Disaster Relief, Act of 1972	1 184 033
Disaster Relief, Act of 1981	250 000
Lawrence Disaster Relief	1 000 000
New Braintree Disaster Relief, Act of 1982	275 000
Peabody - Beverly Disaster Relief	790 000
Salem Disaster Relief, Act of 1982	400 000

STATE DEBT - UNISSUED BONDS AND NOTES

as of June 30, 1985

82

The bonds and notes authorized which have not been issued as of June 30, 1985 are as follow:

General Fund Loans (Cont.):

Metropolitan Flood Control, Act of 1972	\$	195 180
Metropolitan Flood Control, Act of 1978		3 400 000
SuAsCo Watershed Project, Act of 1960-Temporary Notes		3 168
Quaboag River Watershed Project, Act of 1962		47 577
Quaboag River Watershed Improvement Project, Act of 1968		120 693
Westfield River West Branch Watershed Improvement Project Act of 1968		57 859
Washington Mountain Brook Watershed Improvement Project Act of 1968		46 012
Gloucester State Pier, Act of 1981		5 000 000
Public Pier Reimbursement, Act of 1983		25 000 000
Open Space Preservation, Act of 1981		1 800 000
Open Space Preservation, Act of 1982		22 425 000
Water Resources Impoundment Site, Act of 1970		4 750 000
Drinking Water Facility, Act of 1978		57 498 713
Water Supply System Rehabilitation, Act of 1979		2 700 000
Groundwater Survey, Act of 1979		2 500 000
Inland Fisheries and Game Acquisitions, Act of 1983		11 500 000
Solid Waste Disposal, Act of 1969		10 000 000
Oil and Hazardous Material, Act of 1983		25 000 000
Massachusetts Correctional Institution-Bridgewater Act of 1967		20 792
County Correctional Facility, Act of 1983		1 000 000
Community Development Action Grant, Act of 1981		9 700 000
Rail Transportation, Act of 1977		18 000 000 a
Rail Transportation, Act of 1981		30 000 000
Intercity Bus Capital Assistance, Act of 1981		4 000 000
Lowell Regional Training Center, Act of 1983		1 125 000
Westfield State College, Act of 1983		3 000 000
Statehouse Television Coverage, Act of 1983		1 536 479
Total General Fund Loans		

\$1 693 430 559

Highway Fund Loans:

Highway Improvement, Act of 1972	10 000 000
Highway Improvement, Act of 1975	500 000
Highway Improvement, Act of 1979, C. 480	33 600 000 a
Highway Improvement, Act of 1979, C. 513	400 698
Highway Improvement, Act of 1980	632 941
Highway Improvement, Act of 1981	125 200 000
Highway Improvement, Act of 1983	17 889 000
Highway Improvement, Act of 1983	290 200 000
Highway Equipment, Act of 1979	2 998 657
Highway and Bridge Improvement, Act of 1982	75 000 000
Accelerated Highway Construction	13 340 003
Public works Garage, Act of 1983	2 000 000
Highway Improvement Repair, Act of 1983	1 950 000 a
Highway Improvement Equipment, Act of 1983	425 000 a
Total Highway Fund Loans	

574 136 299

Metropolitan Parks Fund Loans:

Metropolitan District Commission Recreation, Act of 1970	102 839
Metropolitan District Commission Athletic Plant, Act of 1970	728 930
Metropolitan Recreational and Environmental, Act of 1972	328 500
Metropolitan Parks District, Act of 1974	6 535 826
Metropolitan Parks District, Act of 1976	1 306 421
Metropolitan Parks District, Act of 1978	1 475 000
Metropolitan Parks District, Act of 1978	9 281 076
Metropolitan Parks District, Act of 1979	2 519 765
Metropolitan Parks District, Act of 1980	17 526 000 a
Metropolitan Parks District, Act of 1983	11 987 000

STATE DEBT - UNISSUED BONDS AND NOTES

as of June 30, 1985

83

The bonds and notes authorized which have not been issued as of June 30, 1985 are as follow:

Metropolitan Parks Fund Loans (Cont.):

Charles River Flood Control, Act of 1961	\$ 3 615
Charles River Water Quality, Act of 1972	3 606 834
Revere and Nantasket Beach Reservation, Act of 1967	1 590 000
Tenean Beach, Act of 1967	19 205
Sawmill Brook Valley and Brook Farm Conservation Act of 1973	10 000
Metropolitan Parks Repair Loan, Act of 1983	22 095 000
Metropolitan Parks Equipment Loan, Act of 1983	2 892 500
Metropolitan Parks Land Acquisition, Act of 1983	12 700 000
Total Metropolitan Parks Fund Loans	

\$ 94 708 511**State Recreation Areas Fund Loans:**

Outdoor Recreation Capital Outlay, Act of 1964	3 983
Outdoor Recreation Capital Outlay, Act of 1970	936 151
Outdoor Recreation Capital Outlay, Act of 1972	750 059
State Recreation Areas, Act of 1974	3 300 000
State Recreation Areas, Act of 1976	695 000
State Recreation Areas, Act of 1978, C. 513	425 000
State Recreation Areas, Act of 1978, C. 920	3 341 995
State Recreation Areas, Act of 1979	2 200 000
State Recreation Areas, Act of 1980	2 157 355 a
State Recreation Areas, Act of 1981	300 000
State Recreation Areas, Act of 1982	8 200 000
State Recreation Areas, Act of 1983	7 517 700 a
State Recreation Areas Repair, Act of 1983	8 235 000 a
State Recreation Areas Equipment, Act of 1983	115 000
State Recreation Land Acquisition, Act of 1983	28 750 000
State Recreation Renovation, Act of 1983	19 000 000
Department of Natural Resources Recreational Facilities, Act of 1969	68 596
Boston Harbor Islands Acquisition, Act of 1970	134 787
Total State Recreation Areas Fund Loans	

86 130 626**Inland Fisheries and Game Fund Loans:**

Fisheries and Game Capital Outlay, Act of 1972	68
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68

Government Land Bank Fund Loans:

Serial Bonds, Act of 1977	9 648 609 a
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9 648 609 a

General Obligation Federally Assisted Housing Bond Fund Loans:

Serial Bonds	3 447 363
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3 447 363

Total Unissued Bonds and Notes as of June 30, 1985**\$2 461 502 055**

a Includes Bonds Authorized-Not Appropriated

Environmental Assistance Loan, Act of 1984	\$ 50 000
Rail Transportation Loan, Act of 1977	18 000 000
Capital Outlay Repair Loan, Act of 1983	3 537 000
Capital Outlay Equipment Loan, Act of 1983	1 156 105
Land Acquisition Loan, Act of 1983, C. 723	10 000 000
Highway Improvement Loan, Act of 1979, C. 480	100 000
Highway Improvement Repair Loan, Act of 1983	230 000
Highway Improvement Equipment Loan, Act of 1983	40 000
Metropolitan District Parks Loan, Act of 1980	4 750 000
State Recreation Areas Loan, Act of 1980	110 000
State Recreation Areas Repair Loan, Act of 1983	900 000
State Recreation Areas Loan, Act of 1983	100 000
Government Land Bank	9 648 509

DEBT SERVICE REQUIREMENTS

as of June 30, 1985 to maturity

GENERAL FUND LOANS

	Latest Maturity (e)	Principal	Interest	Discount	Total
Capital Outlay, Act of 1960	1986	\$ 135 000	\$ 3 400	\$ -	\$ 138 400
Capital Outlay, Act of 1961	1987	550 000	26 025	-	576 025
Capital Outlay, Act of 1962	1988	470 000	16 005	-	486 005
Capital Outlay, Act of 1963	1989	3 140 000	187 150	-	3 327 150
Capital Outlay, Act of 1964	1990	8 325 000	880 525	-	9 205 525
Capital Outlay, Act of 1965	1991	11 930 000	1 637 280	-	13 567 280
Capital Outlay, Act of 1966	1992	16 750 000	2 760 125	-	19 510 125
Capital Outlay, Act of 1967	1992	25 100 000	4 509 100	-	29 609 100
Capital Outlay, Act of 1968	1994	34 110 000	6 492 272	-	40 602 272
Capital Outlay, Act of 1969	1995	44 500 000	10 679 750	-	55 179 750
Capital Outlay, Act of 1970	1995	129 495 000	32 984 375	-	162 479 375
Capital Outlay, Act of 1971	1997	77 490 000	26 863 425	-	104 353 425
Capital Outlay, Act of 1973	1997	18 000 000	6 912 000	-	24 912 000
Capital Outlay, Act of 1974	2003	62 476 396	30 137 669	5 659 166	98 273 231
Capital Outlay, Act of 1976	2001	37 851 529	24 382 334	3 980 059	66 213 922
Capital Outlay, Act of 1977	2002	48 991 398	41 010 107	4 438 878	94 440 383
Capital Outlay, Act of 1978	2003	106 760 027	106 642 141	4 235 725	217 637 893
Capital Outlay, Act of 1979	2004	105 839 095	105 550 833	10 569 311	221 959 239
Capital Outlay, Act of 1979, Special	1988	2 182 608	296 414	15 453	2 494 475
Capital Outlay, Act of 1979, Energy	2003	12 154 066	6 234 267	1 215 150	19 603 483
Capital Outlay, Act of 1980	2004	55 482 890	69 555 444	4 999 769	130 038 103
Capital Outlay, Act of 1980, Consent Decree	2003	38 455 759	30 133 817	10 746 260	79 335 836
Capital Outlay, Act of 1982, Correctional Facilities	2005	57 300 000	56 187 757	-	113 487 757
Capital Outlay, Act of 1983, Correctional Facilities	2005	22 900 000	21 160 745	-	44 060 745
Capital Outlay, Act of 1983	2005	54 876 730	52 763 255	2 223 270	109 863 255
Capital Outlay, Act of 1983, Repair	2005	9 985 937	4 271 547	-	14 257 500
General Obligation Public Housing, Act of 1976	2001	527 315 000	290 324 833	-	817 639 833
General Obligation Public Housing, Act of 1976, Term Bonds	2004	237 499 031	185 557 544	26 913 417	449 969 992
Airport Capital Outlay, Act of 1973	1997	1 035 000	388 314	-	1 423 314
State Office Building, Act of 1966	1989	100 000	11 000	-	111 000
State Government Center, Act of 1966	1992	315 000	60 638	-	375 638
State Government Center, Act of 1968	1991	885 000	131 625	-	1 016 625
State Government Center, Act of 1970	1993	800 000	160 000	-	960 000
State Government Center, Act of 1971	1997	15 300 000	4 660 439	-	19 960 439
Southeastern Mass. University, Act of 1976	1998	2 990 000	1 127 230	-	4 117 230
University of Mass. Medical School, Act of 1965	1989	340 000	29 920	-	369 920
University of Mass. Medical School, Act of 1967	1997	11 830 000	3 970 320	-	15 800 320
University of Mass. Boston Campus, Act of 1966	1983	235 000	17 130	-	252 130
University of Mass. Boston Campus, Act of 1969	1985	18 550 000	3 617 450	-	22 167 450

Mass. Correctional Institution-Bridgewater, Act of 1967	1993	440 000	96 800	-	536 800
Castle Island Facilities, Act of 1951	1990	170 000	7 438	-	177 438
East Boston Terminal Facilities, Act of 1952	1990	742 000	36 862	-	778 862
New Bedford Hurricane Barrier Loan, Act of 1962	1996	2 172 000	325 554	-	2 497 554
Drainage and Flood Control, Act of 1955	1999	3 325 000	760 950	-	4 085 950
Drainage and Flood Control, Act of 1968	1993	600 000	120 000	-	720 000
Drainage and Flood Control, Act of 1969	1993	400 000	86 400	-	486 400
Drainage and Flood Control, Act of 1970	1994	900 000	213 750	-	1 113 750
Drainage and Flood Control, Act of 1972	1997	1 030 000	392 320	-	1 422 320
Drainage and Flood Control, Act of 1975	2000	1 765 000	954 714	-	2 719 714
City of Lynn Disaster Relief, Act of 1981	1991	799 325	218 813	11 586	1 029 724
Disaster Relief, Act of 1972	1996	550 000	242 200	-	792 200
Metropolitan Flood Control, Act of 1972	1997	1 100 000	465 350	-	1 565 350
Metropolitan Flood Control, Act of 1978	2003	1 484 914	868 751	720 089	3 073 754
Clem River Watershed Improvement Project, Act of 1974	1989	100 000	24 750	-	124 750
Three Rivers Mass. Local Flood Protection, Act of 1963	1990	50 000	6 875	-	56 875
South Bay, Roxbury Canal, Dorchester Brook Improvement Act of 1962	1988	390 000	16 470	-	406 470
Winthrop Harbor Pollution Elimination and Land Reclamation Act of 1963	1988	375 000	33 000	-	408 000
Water Pollution Control, Act of 1966	2000	72 530 000	27 775 864	-	100 305 864
Water Pollution Control, Act of 1970	2005	163 291 274	99 805 014	43 944 871	307 041 159
Gloucester Head of Harbor Development, Act of 1981	2003	1 906 634	1 385 051	856 715	4 148 400
Crinking Water Facility, Act of 1978	2005	39 826 992	35 122 087	8 263 220	83 212 299
Water Supply System Rehabilitation, Act of 1979	2005	7 300 000	7 158 301	-	14 458 301
Shore Protection and River and Harbor, Act of 1965	1987	330 000	19 975	-	349 975
Shore Protection and River and Harbor, Act of 1968	1995	1 175 000	360 578	-	1 535 578
Shore Protection and River and Harbor, Act of 1970	1995	750 000	235 125	-	985 125
Shore Protection and River and Harbor, Act of 1973	1999	2 920 746	1 532 278	57 972	4 510 996
Massachusetts Bicentennial Development, Act of 1974	1986	250 000	19 000	-	269 000
Community Development Finance Corp. Shares, Act of 1976	1988	3 000 000	342 000	-	3 342 000
Public Housing Modernization and Renovation, Act of 1981	2003	7 238 953	4 235 162	3 510 433	14 984 548
Public Housing Modernization and Renovation, Act of 1970	1995	128 952 724	97 551 954	25 581 247	252 085 925
Public Housing Modernization and Renovation, Act of 1983	2005	23 000 000	21 253 150	-	44 253 150
Public Housing Clearance and Disposition, Act of 1973	1998	11 365 747	6 824 251	842 965	19 032 963
Family Public Housing Production, Act of 1983	2005	17 000 000	15 708 850	-	32 708 850
Elderly Public Housing Production, Act of 1983	2005	20 000 000	18 481 000	-	38 481 000
Civic and Convention Center Reimbursement, Act of 1980	2003	77 631 060	46 113 745	34 848 129	153 592 934
Parking Facilities Reimbursement, Act of 1980	2005	20 130 847	17 922 011	2 206 882	40 259 740
Alternative Energy Development, Act of 1979	2003	1 453 685	970 448	540 067	2 964 200
Energy Conservation Bond, Act of 1979	2003	9 192 387	8 458 457	18 356 798	18 356 798
Agriculture Preservation Restriction, Act of 1977	1992	3 551 823	1 315 744	20 529	4 888 096
Open Space Preservation, Act of 1981	2005	7 984 213	6 727 972	1 350 167	16 062 352
Open Space Preservation, Act of 1982	2005	6 200 000	6 079 653	-	12 279 653
Coastal and Inland Wetlands Capital Outlay, Act of 1971	1986	282 000	12 774	-	294 774
Vietnam Conflict, Act of 1973	1986	150 000	11 400	-	161 400
Rail Transportation, Act of 1975	2000	3 375 000	2 025 450	-	5 400 450
Rail Transportation, Act of 1981	2003	9 533 170	6 925 255	4 283 575	20 742 000
Prisons and Hospitals, Special Demand	1992	219 000	10 950	-	229 950
Inter-City Bus Capital Assistance, Act of 1980	1992	1 000 000	327 434	-	1 327 434
Total General Fund Loans		2 460 379 962	1 571 916 734	202 760 861	4 235 057 557

COMMONWEALTH OF MASSACHUSETTS

DEBT SERVICE REQUIREMENTS

as of June 30, 1985 to maturity

	Latest Maturity (a)	Principal	Interest	Discount	Total
HIGHWAY FUND LOANS					
Highway Improvement, Act of 1965	1989	18 210 000	1 767 440	-	19 977 440
Highway Improvement, Act of 1967	1991	35 075 000	5 396 108	-	40 471 108
Highway Improvement, Act of 1972	1997	123 200 000	49 732 950	-	172 932 950
Highway Improvement, Act of 1973	1995	8 750 000	2 983 750	-	11 733 750
Highway Improvement, Act of 1974	1997	5 820 000	2 175 225	-	7 995 225
Highway Improvement, Act of 1975	1998	60 450 000	23 047 050	-	83 497 050
Highway Improvement, Act of 1976	2001	635 000	440 465	-	1 075 465
Highway Improvement, Act of 1977	2003	155 273 170	83 852 397	4 283 575	243 409 144
Highway Improvement, Act of 1978	2001	900 000	791 920	-	1 691 920
Highway Improvement, Act of 1979 c.480	2004	125 388 224	121 167 847	22 381 312	268 937 383
Highway Improvement, Act of 1979 c.513	2002	885 000	751 421	-	1 636 421
Rail Transportation, Act of 1975	2000	11 000 000	6 230 875	-	17 230 875
Transportation Building, Act of 1975	2000	5 625 000	2 656 969	-	8 281 969
Highway and Bridge Improvement, Act of 1982	2003	74 317 403	55 476 190	33 950 343	163 743 936
Total Highway Fund Loans		625 528 797	356 470 609	60 615 230	1 042 614 636
METROPOLITAN PARKS DISTRICT FUND LOANS					
Charles River Basin Improvement, Act of 1957	1990	860 000	91 869	-	951 869
Charles River Basin Improvement, Act of 1962	1995	3 055 000	864 413	-	3 919 413
Charles River Flood Control, Act of 1961	1986	120 000	9 165	-	129 165
Charles River Water Quality, Act of 1972	1997	1 760 000	681 235	-	2 441 235
Mystic River Dam, Act of 1957	1990	1 145 000	96 031	-	1 241 031
Mystic River Dam, Act of 1963	1995	4 100 000	916 000	-	5 016 000
Lynn-Nahant Beach Erosion, Act of 1956	2000	150 000	64 688	-	214 688
Neponset River Drainage and Flood Control, Act of 1961	1986	75 000	1 238	-	76 238
Metropolitan District Commission Somerville Marginal Conduit, Act of 1966	1998	80 000	38 566	-	118 566
Revere and Nantasket Beach Reservations, Act of 1967	1992	270 000	57 663	-	327 663
Revere Beach Improvement, Act of 1975, c.41	1999	3 500 000	1 729 875	-	5 229 875
Malliston Beach-Quincy Shore Reservation, Act of 1967	1992	420 000	94 080	-	514 080
Boston Harbor Islands Acquisition, Act of 1970	1999	1 477 500	683 666	-	2 161 166
Metropolitan District Beach Erosion, Act of 1956	1990	279 000	22 703	-	301 703
Metropolitan District Commission Recreational, Act of 1963	1987	350 000	15 550	-	365 550
Metropolitan District Commission Recreational Act of 1965 c.612	1988	405 000	33 105	-	438 105
Metropolitan District Commission Recreational Act of 1965 c.681	1986	170 000	4 950	-	174 950
Metropolitan District Commission Recreational, Act of 1970	1995	4 080 000	1 294 079	-	5 374 079
Metropolitan District Commission Recreational and Environmental Act of 1972	1997	10 640 000	3 626 415	-	14 266 415

Metropolitan Parks District, Act of 1974 c.519
 Metropolitan Parks District, Act of 1976 c.481
 Metropolitan Parks District, Act of 1978 c.920
 Metropolitan Parks District, Act of 1978 c.513
 Metropolitan Parks District, Act of 1979 c.798

Total Metropolitan Parks District Fund Loans

2003	5 028 955	2 394 248	282 382	7 705 585
2001	3 755 879	2 098 255	131 827	5 965 961
2000	2 250 000	1 350 300	-	3 600 300
2003	9 023 212	8 265 920	428 358	17 717 490
2004	3 515 539	3 518 047	423 572	7 257 158
	<u>56 490 084</u>	<u>27 752 059</u>	<u>1 266 139</u>	<u>85 508 282</u>

STATE RECREATION AREAS FUND LOANS

Fort Phoenix Beach Improvement, Act of 1962
 Outdoor Recreation Capital Outlay, Act of 1964
 Outdoor Recreation Capital Outlay, Act of 1972
 Boston Harbor Islands Acquisition, Act of 1970
 Coastal and Inland Wetlands Capital Outlay, Act of 1971

1997	180 000	40 950	-	220 950
1987	260 000	15 290	-	275 290
1987	1 200 000	95 420	-	1 295 420
1999	492 500	227 889	-	720 389
1986	94 000	4 258	-	98 258
2002	896 471	761 472	282 905	1 940 848
2003	5 173 694	2 648 404	352 977	8 175 075
2001	3 479 072	2 714 589	227 262	6 420 923
2003	9 276 972	6 367 967	3 932 219	9 577 158
2003	1 593 317	1 229 885	428 358	3 251 560
2003	1 411 492	879 743	585 072	2 876 307
2004	1 664 619	1 744 636	-	3 409 255
2004	8 127 256	8 517 929	-	16 645 185
	<u>33 849 392</u>	<u>25 246 433</u>	<u>5 808 793</u>	<u>64 906 618</u>

Total State Recreation Areas Fund Loans

INLAND FISHERIES AND GAME FUND LOANS

Land and Water Acquisition and Development, Act of 1968
 Coastal and Inland Wetlands Capital Outlay, Act of 1971
 Capital Outlay, Act of 1972

1991	300 000	48 300	-	348 300
1986	94 000	4 258	-	98 258
1987	60 000	5 550	-	65 550
	<u>454 000</u>	<u>58 108</u>	<u>-</u>	<u>512 108</u>

Total Inland Fisheries and Game Fund Loans

GOVERNMENT LAND BANK LOANS

Serial Bonds

2004	24 541 543	19 882 956	511 817	44 936 316
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GENERAL OBLIGATION FEDERALLY ASSISTED HOUSING LOANS

Serial Bonds

2023	26 552 617	32 259 304	40 682 253	99 494 174
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COMMONWEALTH OF MASSACHUSETTS

DEBT SERVICE REQUIREMENTS

as of June 30, 1985 to maturity

	<u>Latest Maturity (a)</u>	<u>Principal</u>	<u>Interest</u>	<u>Discount</u>	<u>Total</u>
METROPOLITAN SEWERAGE DISTRICT FUND LOANS					
Metropolitan District Sewerage, Act of 1949	1990	2 665 000	194 880	-	2 859 880
Metropolitan District Sewerage, Act of 1951	1995	4 501 000	594 814	-	5 095 814
Metropolitan District Sewerage, Second Loan, Act of 1951	1987	30 000	825	-	30 825
Metropolitan District Sewerage, Act of 1954 c.399	1989	136 000	11 900	-	147 900
Metropolitan District Sewerage, Act of 1954 c.580	1987	38 000	1 045	-	39 045
Metropolitan District Sewerage, North System, Act of 1954	1989	72 000	4 620	-	76 620
Metropolitan District Sewerage, Act of 1955 c.410	1989	114 000	6 975	-	120 975
Metropolitan District Sewerage, Act of 1955 c.551	1987	68 000	1 870	-	69 870
Metropolitan District Sewerage, Act of 1957 c.710	1989	136 000	11 900	-	147 900
Metropolitan District Sewerage, Act of 1957 c.764	1989	64 000	5 600	-	69 600
Metropolitan District Sewerage, North System, Act of 1958	1989	20 000	1 750	-	21 750
Metropolitan Sewerage, Act of 1961	2002	2 210 000	591 685	-	2 801 685
Metropolitan District Sewerage Relief, Act of 1961	2002	10 948 000	2 855 099	-	13 803 099
Metropolitan District Sewerage Relief, Act of 1962 c.593	1993	600 000	101 700	-	701 700
Metropolitan District Sewerage Relief, Act of 1962 c.655	2003	1 360 000	292 125	-	1 652 125
Metropolitan District Sewerage Relief, Act of 1962 c.658	2003	2 250 000	749 655	-	2 999 655
Second Metropolitan Sewerage, Act of 1962 c.766, Second Loan	2003	4 860 000	1 569 455	-	6 529 455
Metropolitan District Commission, Malden Relief Sewer, Act of 1966	1998	555 000	201 394	-	756 394
Metropolitan District Sewerage Relief, Act of 1966	2002	340 000	123 669	-	463 669
Metropolitan Sewerage, Act of 1966 c.563	2012	4 025 000	3 248 820	-	7 273 820
Metropolitan Sewerage, Act of 1967 c.837	2011	5 200 000	2 878 200	-	8 078 200
Metropolitan District Commission, Malden Relief Sewer, Act of 1969	2001	300 000	131 100	-	431 100
Metropolitan Sewerage, Act of 1970	2015	4 600 000	3 452 750	-	8 052 750
Metropolitan District Commission, Charles River Marginal Conduit, Act of 1971 c.881	1997	3 750 000	1 814 625	-	5 564 625
Metropolitan Sewerage, Act of 1972	2005	27 300 306	19 772 936	3 535 350	50 608 592
Metropolitan Sewerage, Act of 1973	1999	3 500 000	1 729 875	-	5 229 875
Metropolitan District Commission, Charles River Marginal Conduit, Act of 1975 c.78	1999	7 000 000	3 459 750	-	10 459 750
Total Metropolitan Sewerage District Fund Loans		86 642 306	43 909 017	3 535 350	134 086 673

METROPOLITAN WATER DISTRICT FUND LOANS

Metropolitan Water District Water Use Development	2005	27 540 000	9 681 181	-	37 221 181
Metropolitan District Water, Act of 1950	2006	3 518 000	988 529	-	4 506 529
Metropolitan District Water, Act of 1952	2007	2 515 000	904 938	-	3 419 938
Metropolitan Water District Additional, Act of 1956	2010	10 276 000	4 318 479	-	14 594 479
Metropolitan District Water Main, Act of 1957	1988	222 000	14 850	-	236 850
Metropolitan District Water Main, Act of 1959	1994	315 000	37 013	-	352 013
Metropolitan Water District Additional, Act of 1961	2015	5 980 000	1 853 280	-	7 833 280
Metropolitan Water District Additional, Act of 1962	2016	6 240 000	4 368 330	-	10 608 330
Metropolitan Water District Additional, Act of 1964	1996	550 000	115 500	-	665 500
Metropolitan Water District Additional, Act of 1966	2020	8 255 000	6 948 638	-	15 203 638
Metropolitan Water District Additional, Act of 1967	2003	15 468 317	12 798 055	428 358	28 694 730
Metropolitan Water District Additional, Act of 1968	1990	655 000	94 500	-	749 500
Metropolitan Water District Additional, Act of 1970	2005	7 725 000	6 451 982	-	14 176 982
Metropolitan Water District Additional, Act of 1971	1997	2 925 000	2 600 625	-	5 525 625
Metropolitan Water District Additional, Act of 1978	2003	6 726 388	5 779 606	878 413	13 384 407
Metropolitan Water District, Act of 1972	1997	660 000	280 335	-	940 335
Metropolitan Water District, Act of 1974	1998	2 650 000	1 081 125	-	3 731 125
Metropolitan Water District, Act of 1976	2005	2 478 071	1 777 541	450 056	4 705 668
Metropolitan Water District, Act of 1979	2004	3 056 142	2 157 825	900 111	6 114 078
Metropolitan Water District, Act of 1980	2005	2 453 317	2 163 409	428 358	5 045 084
Total Metropolitan Water District Fund Loans		110 208 235	64 415 739	3 085 295	177 709 269
Total Long Term Debt		3 424 646 936	2 141 912 959	318 265 738	5 884 825 633

TEMPORARY NOTES

Capital Project Notes		200 000 000	-	-	200 000 000
Massachusetts Bay Transportation Authority	1986	97 000 000	-	-	97 000 000
Total Temporary Notes		297 000 000	-	-	297 000 000
TOTAL STATE DEBT		\$3 721 646 936	\$2 141 912 959	\$318 265 738	\$6 181 825 633

(a) Fiscal Year

COMMONWEALTH OF MASSACHUSETTS

DEBT OF THE AUTHORITIES AND OTHER POLITICAL SUBDIVISIONS

as of June 30, 1985

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Authorities and Political Subdivisions:

	<u>Debt</u>
Housing Authorities (G.L. c.121B §34, 41)	\$ 26 628 027
University of Massachusetts Building Authority (G.L. c.75 §11 as amended; Acts 1968 c.400)	115 385 000
Southeastern Massachusetts University Building Authority (G.L. c.75B §8 as amended; Acts 1966 c.666)	18 029 000
Massachusetts State College Building Authority (G.L. c.73 §14 as amended; Acts 1970 c.845)	47 095 000
University of Lowell Building Authority (G.L. c.75A §8 as amended; Acts 1970 c.189)	12 237 000
Town of Mashpee (Acts of 1976 c.385)	<u>2 210 000</u>
Total Guaranteed Debt by the Commonwealth	<u>\$221 584 027</u>

COMMONWEALTH OF MASSACHUSETTS

PER CAPITA STATE DEBT

Fiscal Years 1976 - 1985

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Discount</u>	<u>Total Debt Service</u>	<u>Per Capita</u>	
					<u>Principal</u>	<u>Debt Service</u>
1976	\$2 852 790 000	\$1 667 622 431	\$ -	\$4 520 412 431	\$493 a	\$ 781 a
1977	2 851 301 000	1 657 838 205	-	4 509 139 205	492 a	779 a
1978	2 839 305 000	1 635 801 172	-	4 475 106 172	490 a	773 a
1979	2 850 906 295	1 506 789 810	-	4 357 696 105	492 a	753 a
1980	2 828 895 147	1 438 331 145	-	4 267 226 292	493 b	744 b
1981	2 812 482 481	1 517 286 501	-	4 329 768 982	490 b	755 b
1982	2 920 485 964	1 672 950 802	84 572 565	4 678 009 331	509 b	815 b
1983	3 181 609 506	1 876 805 223	310 437 474	5 368 852 203	555 b	936 b
1984	3 345 999 638	2 104 471 719	315 496 944	5 765 968 301	583 b	1 005 b
1985	3 424 646 936	2 141 912 959	318 265 738	5 884 825 633	597 b	1 026 b

Population Used For Per Capita Computations Based On:

a. 1975 State Census	-	5 689 170
b. 1980 Federal Census	-	5 737 037

**Statistical
Section**

COMMONWEALTH OF MASSACHUSETTS

TAX REVENUES BY SOURCE - ALL GOVERNMENTAL FUNDS

for the fiscal years ended June 30, 1976 - 1985

(In thousands of dollars)

Source:	1976	1977	1978	1979	1980	1981	1982	1983	1984	1985
Income	\$1 216 149	\$1 191 541	\$1 433 577	\$1 631 384	\$1 860 033	\$2 057 945	\$2 324 052	\$2 472 278	\$2 790 067	\$3 158 971
Sales and Use	472 491	594 966	681 851	717 710	745 996	859 716	917 362	1 051 712	1 248 045	1 438 003
Corporations	271 145	324 511	332 685	400 640	438 860	441 922	498 002	506 093	577 390	665 928
Motor Fuel	205 667	214 168	217 017	223 739	212 035	237 528	269 297	250 425	274 916	280 759
Cigarette	149 157	142 759	142 972	142 272	144 018	148 555	145 357	142 912	169 999	177 085
Insurance	92 708	95 314	103 227	105 433	111 517	114 083	122 217	134 890	134 937	163 684
Inheritance and Estate	58 707	71 924	87 944	75 312	78 952	82 020	99 355	111 850	127 138	153 602
Alcoholic Beverages	76 752	77 084	79 631	79 979	80 631	84 747	85 059	82 709	83 762	83 547
Banks	37 771	44 077	44 913	55 433	70 456	76 505	70 204	113 979	100 227	139 766
State Racing	34 265	33 767	29 831	28 620	29 474	32 268	33 271	35 458	36 828	36 033
Public Service	16 615	29 438	26 328	27 785	23 068	17 642	30 077	40 482	52 017	45 589
Room Occupancy	10 515	11 050	13 539	15 526	17 831	22 094	24 290	27 510	32 224	35 336
Deeds	7 252	8 853	10 728	12 415	12 246	12 967	12 492	13 709	22 318	29 874
Beano	2 504	2 764	3 610	3 908	4 357	4 694	4 982	5 277	5 376	5 375
Sundry	799	827	934	928	1 496	1 295	1 449	3 069	4 307	6 652
Total Tax Collections	\$2 652 497	\$2 843 043	\$3 208 787	\$3 521 084	\$3 830 970	\$4 193 981	\$4 637 466	\$4 992 533	\$5 659 551	\$6 420 204

COMMONWEALTH OF MASSACHUSETTS
 REVENUES BY SOURCE - ALL GOVERNMENTAL FUNDS
 for the fiscal years ended June 30, 1976 - 1985

	(In thousands of dollars)									
Source:	1976	1977	1978	1979	1980	1981	1982	1983	1984	1985
Taxes	\$2 652 497	\$2 843 043	\$5 208 797	\$5 521 084	\$5 850 970	\$4 195 981	\$4 637 466	\$4 992 555	\$5 659 551	\$6 420 204
Federal Reimbursements	795 678	835 574	951 787	1 087 746	1 114 712	1 169 143	1 072 237	1 254 215	1 161 265	1 221 903
Federal Grants	461 731	484 196	618 209	546 574	712 738	637 416	608 142	618 306	639 069	757 646
Federal Revenue Sharing	68 824	68 155	88 657	75 758	72 729	36 212	2 244	1 546	-	-
Fees, Reimbursements, Sales, Etc.	200 139	246 649	276 526	507 293	587 675	400 252	455 131	562 444	581 243	696 414
Assessments	81 591	76 971	83 718	90 273	95 055	95 622	103 070	109 557	100 004	108 039
Motor Vehicle Licenses and Registrations	55 038	62 274	59 167	65 706	64 776	105 102	110 993	118 404	128 257	145 479
Lottery	44 546	55 757	47 074	52 560	65 058	75 842	85 586	97 051	112 695	146 903
TOTAL REVENUES	\$4 349 704	\$4 670 383	\$5 333 925	\$5 796 994	\$6 341 713	\$6 757 575	\$7 206 869	\$7 753 874	\$8 382 082	\$9 496 588

COMMONWEALTH OF MASSACHUSETTS

ANALYSIS OF EXPENDITURES* - ALL GOVERNMENTAL FUNDS

for the fiscal years ended June 30, 1976 - 1985

(In millions of dollars)

Type of Expenditure:		1976	1977	1978	1979	1980	1981	1982	1983	1984	1985
17	State Aid	\$1279.2	\$1302.7	\$1467.6	\$1687.2	\$2009.2	\$2016.2	\$2246.4	\$2421.4	\$2627.7	\$2949.6
07	Laboratory, Medical and General Care	1198.6	1368.8	1436.7	1710.7	1867.2	2064.2	2147.5	2184.1	2298.2	2396.4
01	Salaries	787.2	835.4	931.6	1029.8	1199.2	1255.9	1330.2	1440.4	1591.8	1767.4
19	Debt Service	541.1	670.1	426.5	1021.2†	427.6	438.6	377.8	403.1	446.7	482.4
13	Special Supplies and Expenses	259.6	257.0	258.2	362.4	310.9	327.4	311.7	377.2	399.4	625.6
03	Services, Non-Employees	141.7	191.2	254.6	168.8	273.0	293.2	317.8	327.4	344.6	384.3
18	Capital Outlay	208.3	202.0	231.4	228.1	232.4	321.2	332.2	352.9	261.2	303.6
20	Pension and Benefits	91.2	102.3	123.1	212.9	156.0	173.1	186.9	204.6	237.1	265.3
08	Heat and Other Plant Operations	49.5	55.5	55.6	60.2	84.7	103.6	104.5	99.0	106.2	105.6
14	Office and Administrative Expenses	26.9	30.3	33.6	37.7	50.2	50.2	64.9	60.2	68.2	86.1
16	Rentals	29.1	33.1	43.6	39.3	39.4	48.2	63.2	67.6	88.1	103.7
12	Repairs, Replacements and Alterations	23.4	27.6	30.2	37.1	39.1	47.8	46.0	48.2	61.1	82.3
15	Equipment	10.1	13.8	11.1	20.6	26.9	32.2	23.8	25.1	36.5	72.5
10	Travel and Automotive Expenses	15.5	16.9	17.9	19.7	24.4	29.5	32.9	27.4	39.3	41.9
11	Advertising and Printing	10.8	13.1	11.3	15.6	17.7	18.5	16.8	18.7	24.7	33.3
04	Food for Persons	10.7	11.0	11.5	12.4	13.7	14.4	15.1	27.1	36.7	40.5
05	Clothing	3.4	3.7	4.0	4.6	5.9	6.2	5.5	5.9	5.9	6.4
09	Farm and Grounds	4.9	5.7	6.9	7.9	5.0	7.1	9.6	10.7	9.0	10.9
06	Housekeeping Supplies and Expenses	2.4	2.8	3.0	3.3	4.2	5.8	6.6	6.8	7.0	7.6
TOTAL EXPENDITURES		\$4693.6	\$5143.0	\$5358.4	\$6679.5	\$6786.7	\$7253.3	\$7640.4	\$8107.8	\$8649.4	\$9765.4

† 568.8 million of the increase is due to the refinancing of the Public Housing Loan Term Bonds, Acts of 1976.

* As reported by the Spending Agency.

THIS FINANCIAL REPORT
IS SUBMITTED TO THE
GENERAL COURT
IN COMPLIANCE WITH
SECTION 33 OF CHAPTER 7
OF THE
GENERAL LAWS (TER. ED.).

DETAILED INFORMATION
RELATING TO THESE STATEMENTS
WILL BE CONTAINED IN
PUBLIC DOCUMENT 140
WHICH WILL BE FILED AT A LATER DATE
WITH THE
SECRETARY OF STATE
AS REQUIRED BY
SECTION 34 OF SAID CHAPTER 7

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